



City of Frisco, Texas

**Comprehensive Annual Financial Report
For the Year Ended September 30, 2002**



CITY OF FRISCO, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2002

Prepared by:
Administrative Services - Finance Division

CITY OF FRISCO
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2002

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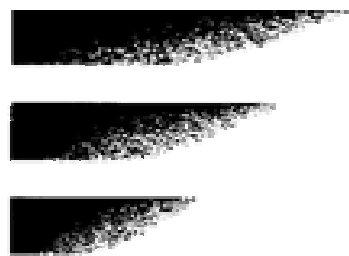
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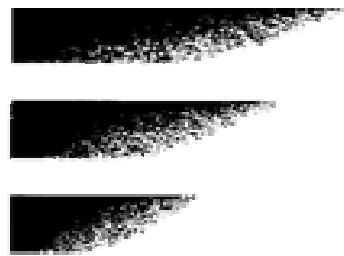
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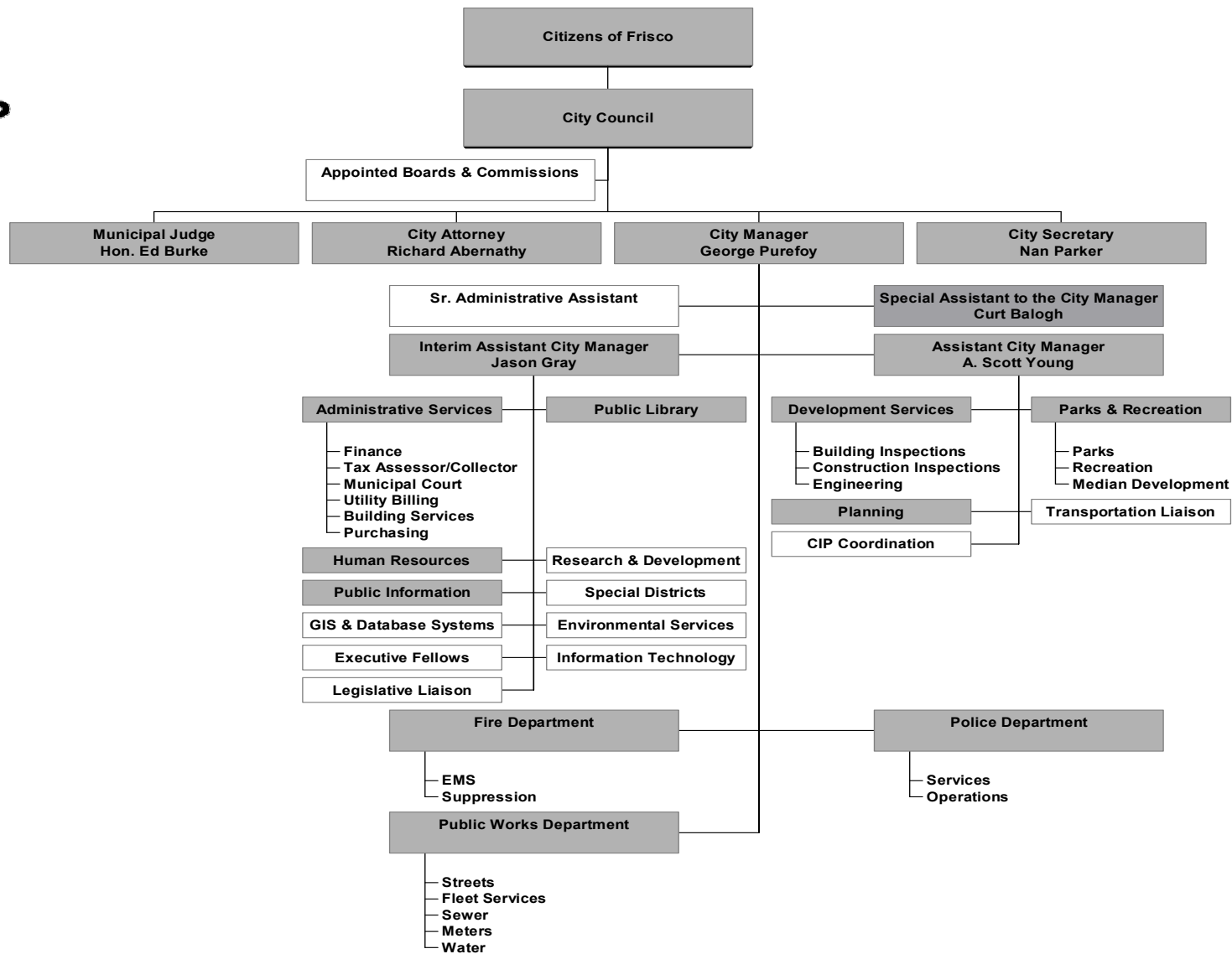
INTRODUCTORY SECTION

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FRISCO

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CITY OF FRISCO

Principal Officials

September 30, 2002

<u>Title</u>	<u>Name</u>
Mayor	Mike Simpson
Deputy Mayor Pro-tem, Place 5	Tracie Reveal
Council Member, Place 1	Steve Nichols
Council Member, Place 2	Bob Allen
Council Member, Place 3	Joy West
Council Member, Place 4	Maher Maso
Council Member, Place 6	Matt Lafata
City Manager	George Purefoy
City Attorney	Richard Abernathy
City Secretary	Nan Parker
Special Assistant to the City Manager	Curt Balogh
Assistant City Manager	A. Scott Young
Interim Assistant City Manager	Jason Gray
Administrative Services Director	Nell Lange
Communications & Media Relations Director	Dana Baird
Engineering Services Director	Vacant
Economic Development Corporation Executive Director	James Gandy
Fire Chief	Mack Borchardt
Human Resource Director	Lauren Safranek
Library Director	Vacant
Parks and Recreation Director	Rick Wieland
Planning Director	John Lettelleir
Police Chief	Todd Renshaw
Public Works Director	Gary Hartwell



FRISCO

FINANCIAL SECTION

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GENERAL PURPOSE FINANCIAL STATEMENTS

CITY OF FRISCO
 Combined Balance Sheet
 All Fund Types, Account Groups and Discretely Presented Component Units
 September 30, 2002

	Governmental Fund Types				Proprietary Fund Types
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Enterprise Funds</u>
ASSETS and OTHER DEBITS					
Assets:					
Cash and cash equivalents	\$ 13,040,089	\$ 1,814,034	\$ 519,823	\$ 79,182,214	\$ 14,031,351
Receivables (net of allowances for uncollectibles):					
Property tax	411,504	7,738	66,810	-	-
Sales tax	701,232	-	-	-	-
Occupancy tax	-	172,155	-	-	-
Utility bills	-	-	-	-	2,942,096
Grants	71,425	-	-	-	10,089
Other	489,286	46,608	-	296,592	303,694
Due from other funds	8,346,869	23	19,080	4,778,747	913,470
Due from primary government	-	-	-	-	-
Due from component unit	-	-	-	117,157	-
Inventory	6,530	-	-	-	140,026
Prepaid expenses	123,947	-	-	11,500	13,962
Notes receivable	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	10,118,511
Note receivable	-	-	-	-	-
Deferred charges	-	-	-	-	119,151
Property, plant and equipment:					
Land	-	-	-	-	4,947,178
Vehicles, machinery & equipment	-	-	-	-	2,609,035
Buildings & improvements	-	-	-	-	3,124,131
Improvements other than bldgs.	-	-	-	-	28,965,869
Construction-in-progress	-	-	-	-	13,811,947
Less: accumulated depreciation	-	-	-	-	(8,381,795)
Other debits:					
Amount available in debt service fund	-	-	-	-	-
Amount to be provided for retirement of general long-term debt & other obligations	-	-	-	-	-
Total assets and other debits	<u>\$ 23,190,882</u>	<u>\$ 2,040,558</u>	<u>\$ 605,713</u>	<u>\$ 84,386,210</u>	<u>\$ 73,668,715</u>

The notes to the financial statements are an integral part of this statement.

Account Groups		Totals	Component Units		Totals
General	General	Primary	Economic	Community	Reporting
Fixed	Long-term	Government	Development	Development	Entity
<u>Assets</u>	<u>Debt</u>	(Memorandum Only)	<u>Corporation</u>	<u>Corporation</u>	(Memorandum Only)
\$ -	\$ -	\$ 108,587,511	\$ 7,106,105	\$ 7,969,806	\$ 123,663,422
-	-	486,052	-	-	486,052
-	-	701,232	350,616	350,616	1,402,464
-	-	172,155	-	-	172,155
-	-	2,942,096	-	-	2,942,096
-	-	81,514	-	-	81,514
-	-	1,136,180	8,278	68	1,144,526
-	-	14,058,189	-	-	14,058,189
-	-	-	10	25,211	25,221
-	-	117,157	-	-	117,157
-	-	146,556	-	-	146,556
-	-	149,409	-	-	149,409
-	-	-	1,338,580	-	1,338,580
-	-	10,118,511	249,921	-	10,368,432
-	-	-	48,359	-	48,359
-	-	119,151	-	-	119,151
18,191,754	-	23,138,932	8,430,724	3,174,758	34,744,414
12,328,355	-	14,937,390	5,731	26,626	14,969,747
39,565,324	-	42,689,455	-	-	42,689,455
29,091,036	-	58,056,905	-	4,752,832	62,809,737
19,299,650	-	33,111,597	-	2,266,150	35,377,747
-	-	(8,381,795)	-	-	(8,381,795)
-	188,903	188,903	-	-	188,903
-	143,039,045	143,039,045	17,919,520	20,758,552	181,717,117
<u>\$118,476,119</u>	<u>\$ 143,227,948</u>	<u>\$ 445,596,145</u>	<u>\$ 35,457,844</u>	<u>\$ 39,324,619</u>	<u>\$ 520,378,608</u>

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CITY OF FRISCO
 Combined Balance Sheet
 All Fund Types, Account Groups and Discretely Presented Component Units
 September 30, 2002

	Governmental Fund Types				Proprietary Fund Types
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Enterprise Funds</u>
LIABILITIES, EQUITY and OTHER CREDITS					
Liabilities:					
Accounts payable	\$ 642,870	\$ 1,661	\$ -	\$ 7,453,922	\$ 1,366,499
Retainage payable	-	-	-	330,196	321,212
Accrued liabilities	405,628	-	-	-	244,319
Compensated absences payable	-	-	-	-	330,093
Payable from restricted assets:					
Due to other funds	-	-	-	-	3,302,671
General obligation bonds payable-current	-	-	-	-	40,800
Certificates of obligation payable-current	-	-	-	-	867,500
Deposits	-	-	-	-	1,448,230
Deferred revenue	712,282	54,346	66,810	296,592	-
Monies held in escrow	124,539	-	-	1,481,743	-
Due to other funds	4,532,919	2,341	350,000	3,904,362	1,965,896
Due to component units	25,221	-	-	-	-
Due to primary government	-	-	-	-	-
Notes payable	-	-	-	-	-
General obligation bonds payable	-	-	-	-	122,400
Certificates of obligation payable	-	-	-	-	19,505,000
Revenue bonds payable	-	-	-	-	-
Grant payable	-	-	-	-	-
Total liabilities	<u>6,443,459</u>	<u>58,348</u>	<u>416,810</u>	<u>13,466,815</u>	<u>29,514,620</u>
Equity and other credits:					
Contributed capital	-	-	-	-	11,080,777
Investments in general fixed assets	-	-	-	-	-
Retained earnings:					
Unreserved	-	-	-	-	33,073,318
Fund balances:					
Reserved for encumbrances	221,779	-	-	27,087,619	-
Reserved for notes receivables	-	-	-	-	-
Reserved for prepaids	123,947	-	-	-	-
Reserved for inventories	6,530	-	-	-	-
Reserved for debt service	-	-	188,903	-	-
Reserved for future construction	-	653,480	-	43,831,776	-
Unreserved, undesignated	<u>16,395,167</u>	<u>1,328,730</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total equity and other credits	<u>16,747,423</u>	<u>1,982,210</u>	<u>188,903</u>	<u>70,919,395</u>	<u>44,154,095</u>
Total liabilities, equity and other credits	<u>\$ 23,190,882</u>	<u>\$ 2,040,558</u>	<u>\$ 605,713</u>	<u>\$ 84,386,210</u>	<u>\$ 73,668,715</u>

The notes to the financial statements are an integral part of this statement.

Account Groups		Totals Primary	Component Units		Totals Reporting
General	General	Government	Economic	Community	Entity
Fixed	Long-Term	(Memorandum	Development	Development	(Memorandum
<u>Assets</u>	<u>Debt</u>	<u>Only)</u>	<u>Corporation</u>	<u>Corporation</u>	<u>Only)</u>
\$ -	\$ -	\$ 9,464,952	\$ 120,482	\$ 161,276	\$ 9,746,710
-	-	651,408	-	-	651,408
-	123,221	773,168	9,175	-	782,343
-	1,798,861	2,128,954	45,951	-	2,174,905
-	-	3,302,671	-	-	3,302,671
-	-	40,800	-	-	40,800
-	-	867,500	-	-	867,500
-	-	1,448,230	-	-	1,448,230
-	-	1,130,030	-	-	1,130,030
-	-	1,606,282	-	-	1,606,282
-	-	10,755,518	-	-	10,755,518
-	-	25,221	-	-	25,221
-	-	-	-	117,157	117,157
-	-	-	6,573,925	-	6,573,925
-	46,361,800	46,484,200	-	-	46,484,200
-	85,287,500	104,792,500	4,865,000	16,095,000	125,752,500
-	-	-	1,840,000	-	1,840,000
-	9,656,566	9,656,566	4,656,806	4,663,552	18,976,924
-	143,227,948	193,128,000	18,111,339	21,036,985	232,276,324
-	-	11,080,777	-	-	11,080,777
118,476,119	-	118,476,119	8,436,455	10,220,366	137,132,940
-	-	33,073,318	-	-	33,073,318
-	-	27,309,398	-	-	27,309,398
-	-	-	1,338,580	-	1,338,580
-	-	123,947	-	-	123,947
-	-	6,530	-	-	6,530
-	-	188,903	-	-	188,903
-	-	44,485,256	-	-	44,485,256
-	-	17,723,897	7,571,470	8,067,268	33,362,635
118,476,119	-	252,468,145	17,346,505	18,287,634	288,102,284
\$ 118,476,119	\$ 143,227,948	\$ 445,596,145	\$ 35,457,844	\$ 39,324,619	\$ 520,378,608

CITY OF FRISCO
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
All Governmental Fund Types and Discretely Presented Component Units
For the Fiscal Year Ended September 30, 2002

	Governmental Fund Types			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
REVENUES:				
Taxes:				
Property	\$ 10,425,865	\$ 1,313,862	\$ 4,397,967	\$ -
Sales	9,393,201	-	-	-
Franchise	2,346,814	-	-	-
Other	216,910	735,539	-	-
Public safety	1,861,547	-	-	-
Impact fees	-	-	-	3,349,252
Building inspection	6,686,169	-	-	-
Planning and zoning	264,778	-	-	-
Culture and recreation	324,277	-	-	-
Interest	309,804	73,265	31,354	1,903,427
Intergovernmental	-	5,937,230	-	-
Contributions	-	-	-	4,004,156
Miscellaneous	389,310	90,247	-	451,950
Total revenues	<u>32,218,675</u>	<u>8,150,143</u>	<u>4,429,321</u>	<u>9,708,785</u>
EXPENDITURES:				
Current:				
General government	7,336,941	8,104,152	-	-
Public safety	10,343,563	-	-	-
Public works	2,436,197	-	-	-
Culture and recreation	2,334,728	-	-	-
Capital outlay (includes \$101,186 not capitalized)	661,847	-	-	52,294,587
Debt service:				
Principal retirement	1,125,712	-	2,410,900	-
Interest and fiscal charges	564,716	-	5,676,394	1,067,136
Total expenditures	<u>24,803,704</u>	<u>8,104,152</u>	<u>8,087,294</u>	<u>53,361,723</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,414,971</u>	<u>45,991</u>	<u>(3,657,973)</u>	<u>(43,652,938)</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers in	-	-	3,191,237	13,055,422
Operating transfers out	(8,432,856)	(2,555,262)	-	(5,736,873)
Operating transfers in - component unit	-	-	497,310	50,000
Operating transfers out - primary government	-	-	-	-
Sale of assets	-	-	-	-
Bond proceeds	-	-	-	77,533,947
Total other financing sources (uses)	<u>(8,432,856)</u>	<u>(2,555,262)</u>	<u>3,688,547</u>	<u>84,902,496</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	(1,017,885)	(2,509,271)	30,574	41,249,558
Fund balances, October 1	<u>17,765,308</u>	<u>4,491,481</u>	<u>158,329</u>	<u>29,669,837</u>
Fund balances, September 30	<u>\$ 16,747,423</u>	<u>\$ 1,982,210</u>	<u>\$ 188,903</u>	<u>\$ 70,919,395</u>

The notes to the financial statements are an integral part of this statement.

Totals Primary Government (Memorandum Only)	Component Units		Totals Reporting Entity (Memorandum Only)
	Economic Development Corporation	Community Development Corporation	
\$ 16,137,694	\$ -	\$ -	\$ 16,137,694
9,393,201	4,696,604	4,696,604	18,786,409
2,346,814	-	-	2,346,814
952,449	-	-	952,449
1,861,547	-	-	1,861,547
3,349,252	-	-	3,349,252
6,686,169	-	-	6,686,169
264,778	-	-	264,778
324,277	-	-	324,277
2,317,850	180,168	154,505	2,652,523
5,937,230	-	-	5,937,230
4,004,156	36,320	30,000	4,070,476
931,507	158,632	106,380	1,196,519
<u>54,506,924</u>	<u>5,071,724</u>	<u>4,987,489</u>	<u>64,566,137</u>
15,441,093	2,200,761	382,337	18,024,191
10,343,563	-	-	10,343,563
2,436,197	-	-	2,436,197
2,334,728	-	-	2,334,728
52,956,434	-	601,836	53,558,270
3,536,612	1,005,475	918,795	5,460,882
7,308,246	1,171,298	1,252,548	9,732,092
<u>94,356,873</u>	<u>4,377,534</u>	<u>3,155,516</u>	<u>101,889,923</u>
<u>(39,849,949)</u>	<u>694,190</u>	<u>1,831,973</u>	<u>(37,323,786)</u>
16,246,659	-	-	16,246,659
(16,724,991)	-	-	(16,724,991)
547,310	-	-	547,310
-	(248,655)	(298,655)	(547,310)
-	31,520	-	31,520
<u>77,533,947</u>	<u>-</u>	<u>-</u>	<u>77,533,947</u>
<u>77,602,925</u>	<u>(217,135)</u>	<u>(298,655)</u>	<u>77,087,135</u>
37,752,976	477,055	1,533,318	39,763,349
52,084,955	8,432,995	6,533,950	67,051,900
<u>\$ 89,837,931</u>	<u>\$ 8,910,050</u>	<u>\$ 8,067,268</u>	<u>\$ 106,815,249</u>

CITY OF FRISCO

Statement of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - General Fund, Debt Service Fund and Capital Projects Fund For the Fiscal Year Ended September 30, 2002

	General Fund		
	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
REVENUES:			
Taxes:			
Property	\$10,533,671	\$10,425,865	\$ (107,806)
Sales	9,450,000	9,393,201	(56,799)
Franchise	2,605,923	2,346,814	(259,109)
Other	125,000	216,910	91,910
Public safety	1,528,728	1,861,547	332,819
Impact fees	-	-	-
Building inspection	6,100,000	6,686,169	586,169
Planning and zoning	210,000	264,778	54,778
Culture and recreation	353,018	324,277	(28,741)
Interest	303,470	309,804	6,334
Intergovernmental	-	-	-
Contributions	-	-	-
Miscellaneous	81,000	389,310	308,310
Total revenues	<u>31,290,810</u>	<u>32,218,675</u>	<u>927,865</u>
EXPENDITURES:			
Current:			
General government	7,758,807	7,336,941	421,866
Public safety	10,546,483	10,343,563	202,920
Public works	2,237,356	2,436,197	(198,841)
Culture and recreation	2,373,930	2,334,728	39,202
Capital outlay	792,498	661,847	130,651
Debt service:			
Principal retirement	1,125,712	1,125,712	-
Interest and fiscal charges	564,716	564,716	-
Total expenditures	<u>25,399,502</u>	<u>24,803,704</u>	<u>595,798</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,891,308</u>	<u>7,414,971</u>	<u>1,523,663</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	402,104	-	(402,104)
Operating transfers out	(10,001,467)	(8,432,856)	1,568,611
Operating transfers in - component unit	-	-	-
Bond proceeds	-	-	-
Total other financing sources (uses)	<u>(9,599,363)</u>	<u>(8,432,856)</u>	<u>1,166,507</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	<u>(3,708,055)</u>	<u>(1,017,885)</u>	<u>2,690,170</u>
Fund balances, October 1	<u>17,765,308</u>	<u>17,765,308</u>	<u>-</u>
Fund balances, September 30	<u>\$ 14,057,253</u>	<u>\$ 16,747,423</u>	<u>\$ 2,690,170</u>

The notes to the financial statements are an integral part of this statement.

Debt Service Fund			Capital Project Fund		
<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
\$ 4,445,053	\$ 4,397,967	\$ (47,086)	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	2,811,883	3,349,252	537,369
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
29,000	31,354	2,354	1,400,000	1,903,427	503,427
-	-	-	5,174,110	-	(5,174,110)
-	-	-	3,535,200	4,004,156	468,956
-	-	-	-	451,950	451,950
<u>4,474,053</u>	<u>4,429,321</u>	<u>(44,732)</u>	<u>12,921,193</u>	<u>9,708,785</u>	<u>(3,212,408)</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	119,584,888	52,294,587	67,290,301
3,700,000	2,410,900	1,289,100	-	-	-
<u>8,626,124</u>	<u>5,676,394</u>	<u>2,949,730</u>	<u>1,000,000</u>	<u>1,067,136</u>	<u>(67,136)</u>
<u>12,326,124</u>	<u>8,087,294</u>	<u>4,238,830</u>	<u>120,584,888</u>	<u>53,361,723</u>	<u>67,223,165</u>
<u>(7,852,071)</u>	<u>(3,657,973)</u>	<u>4,194,098</u>	<u>(107,663,695)</u>	<u>(43,652,938)</u>	<u>64,010,757</u>
6,239,287	3,191,237	(3,048,050)	13,301,988	13,055,422	(246,566)
-	-	-	(4,604,577)	(5,736,873)	(1,132,296)
1,634,716	497,310	(1,137,406)	1,575,000	50,000	(1,525,000)
-	-	-	77,533,946	77,533,947	1
<u>7,874,003</u>	<u>3,688,547</u>	<u>(4,185,456)</u>	<u>87,806,357</u>	<u>84,902,496</u>	<u>(2,903,861)</u>
21,932	30,574	8,642	(19,857,338)	41,249,558	61,106,896
<u>158,329</u>	<u>158,329</u>	<u>-</u>	<u>29,669,837</u>	<u>29,669,837</u>	<u>-</u>
<u>\$ 180,261</u>	<u>\$ 188,903</u>	<u>\$ 8,642</u>	<u>\$ 9,812,499</u>	<u>\$ 70,919,395</u>	<u>\$ 61,106,896</u>

CITY OF FRISCO
 Combined Statement of Revenues, Expenses and
 Changes in Retained Earnings
 All Proprietary Fund Types
 For the Fiscal Year Ended September 30, 2002

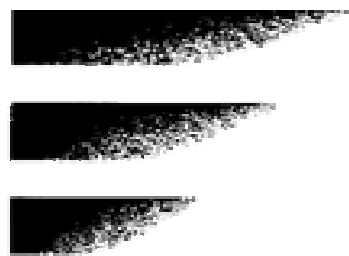
	<u>Enterprise Funds</u>
Operating revenues:	
Water sales	\$ 11,754,097
Sewer charges	3,889,590
Service charges	219,873
Sanitation charges	3,128,778
Water and sewer connections	946,527
Inspection fees	1,559,442
Water impact fees	449,933
Sewer impact fees	372,662
Sponsorships and cycling	1,749
Miscellaneous	<u>178,363</u>
Total operating revenues	<u>22,501,014</u>
Operating expenses:	
Cost of sales and services	12,798,526
Administration	2,341,680
Depreciation	1,132,249
Amortization	<u>8,233</u>
Total operating expenses	<u>16,280,688</u>
Operating income	<u>6,220,326</u>
Nonoperating revenues (expenses):	
Interest revenue	339,314
Other revenues	10,089
Interest expense	<u>(1,206,819)</u>
Total nonoperating revenues (expenses)	<u>(857,416)</u>
Net income (loss) before operating transfers	5,362,910
Operating transfers:	
Transfers in	2,235,754
Transfers out	<u>(1,757,422)</u>
Net income (loss)	<u>5,841,242</u>
Retained earnings, October 1	27,232,076
Retained earnings, September 30	<u>\$ 33,073,318</u>

The notes to the financial statements are an integral part of this statement.

CITY OF FRISCO
Combined Statement of Cash Flows
All Proprietary Fund Types
For the Fiscal Year Ended September 30, 2002

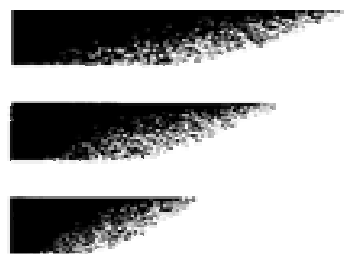
	Enterprise Funds
Cash flows from operating activities:	
Operating income	\$ 6,220,326
Adjustments to reconcile operating income to net cash provided by operating activities:	
Amortization expense	8,233
Depreciation expense	1,132,249
Increase in accounts receivable - utilities	(41,186)
Increase in accounts receivable - other	(281,375)
Increase in prepaid expenses	(13,962)
Decrease in meter inventory	28,006
Net increase in customer deposits	184,579
Increase in accounts payable	691,489
Increase in accrued liabilities	132,228
Increase in retainage payable	321,212
Increase in compensated absences payable	151,975
Net cash provided by operating activities	<u>8,533,774</u>
 Cash flow from noncapital financing activities:	
Proceeds of interfund borrowing/(loans)	6,505,660
Loans made to other funds	(381,076)
Proceeds from other sources	(1,711,056)
Operating transfers from other funds	2,199,477
Net cash provided by noncapital financing activities	<u>6,613,005</u>
 Cash flow from capital and related financing activities:	
Principal paid on bonds and notes	(948,079)
Capital expenditures (including capitalized interest)	(4,225,989)
Interest paid on bonds and notes	(1,206,819)
Net cash used for capital and related financing activities	<u>(6,380,887)</u>
 Cash flows from investing activities:	
Interest received on deposits and investments	<u>339,314</u>
Net cash provided by investing activities	<u>339,314</u>
 Net increase in cash and cash equivalents	9,105,206
 Cash and cash equivalents, October 1	<u>15,044,656</u>
 Cash and cash equivalents, September 30	<u><u>\$ 24,149,862</u></u>

The notes to the financial statements are an integral part of this statement.



FRISCO

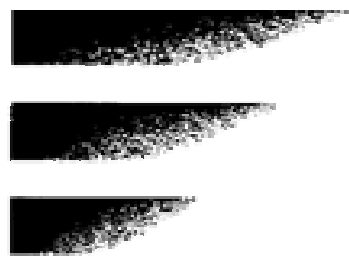
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FRISCO

CITY OF FRISCO
Texas Municipal Retirement System
Required Supplementary Information
Analysis of Funding Progress
(In Thousands of Dollars)
(Unaudited)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (c) (b) - (a)	Funded Ratio (a)/(b)	Covered Payroll (d)	UAAL as a Percentage of Covered Payroll (c/d)
12/31/1996	1,579	1,904	325	82.9%	4,157	7.8%
12/31/1997	2,109	2,490	381	84.7%	4,516	8.4%
12/31/1998	2,772	3,405	633	81.4%	5,575	11.4%
12/31/1999	3,662	5,405	1,743	67.7%	7,150	24.4%
12/31/2000	5,283	7,358	2,075	71.8%	9,770	21.2%
12/31/2001	7,693	10,485	2,792	73.4%	13,332	20.9%



FRISCO

General Fund

The general fund is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

CITY OF FRISCO
General Fund
Comparative Balance Sheets
September 30, 2002
(with comparative totals for September 30, 2001)

ASSETS	<u>2002</u>	<u>2001</u>
Cash and cash equivalents	\$ 13,040,089	\$ 14,089,225
Receivables (net of allowances for uncollectibles):		
Property tax	411,504	99,363
Sales tax	701,232	1,399,903
Grants	71,425	302,117
Other	489,286	75,355
Inventory	6,530	-
Due from other funds	8,346,869	8,163,873
Prepaid expenses	<u>123,947</u>	<u>129,355</u>
 Total assets	 <u><u>\$ 23,190,882</u></u>	 <u><u>\$ 24,259,191</u></u>
 LIABILITIES and FUND BALANCES		
Liabilities:		
Accounts payable	\$ 642,870	\$ 3,392,914
Accrued liabilities	405,628	265,543
Deferred revenues	712,282	310,301
Monies held in escrow	124,539	104,415
Due to other funds	4,532,919	1,710,522
Due to component units	<u>25,221</u>	<u>710,188</u>
Total liabilities	<u>6,443,459</u>	<u>6,493,883</u>
 Fund balances:		
Reserved for encumbrances	221,779	-
Reserved for prepaids	123,947	129,355
Reserved for inventories	6,530	-
Unreserved	<u>16,395,167</u>	<u>17,635,953</u>
 Total fund balances	 <u><u>16,747,423</u></u>	 <u><u>17,765,308</u></u>
 Total liabilities and fund balances	 <u><u>\$ 23,190,882</u></u>	 <u><u>\$ 24,259,191</u></u>

CITY OF FRISCO**General Fund****Comparative Statements of Revenues, Expenditures and Changes in Fund Balances**

For the Fiscal Year Ended September 30, 2002

(with comparative totals for September 30, 2001)

REVENUES:	<u>2002</u>	<u>2001</u>
Taxes:		
Property	\$ 10,425,865	\$ 8,986,005
Sales	9,393,201	8,413,550
Franchise	2,346,814	2,287,545
Other	216,910	177,911
Public safety	1,861,547	1,599,585
Building inspection	6,686,169	5,287,620
Planning and zoning	264,778	350,961
Culture and recreation	324,277	221,869
Interest	309,804	663,624
Miscellaneous	<u>389,310</u>	<u>54,092</u>
Total revenues	<u>32,218,675</u>	<u>28,042,762</u>
 EXPENDITURES:		
Current:		
General government	7,336,941	4,606,110
Public safety	10,343,563	8,290,177
Public works	2,436,197	2,011,215
Culture and recreation	2,334,728	1,955,253
Capital outlay	661,847	869,620
Debt service:		
Interest and fiscal charges	564,716	660,582
Principal retirement	<u>1,125,712</u>	<u>545,293</u>
Total expenditures	<u>24,803,704</u>	<u>18,938,250</u>
 Excess of revenues over expenditures	 <u>7,414,971</u>	 <u>9,104,512</u>
 OTHER FINANCING SOURCES (USES):		
Operating transfers out	(8,432,856)	(2,074,546)
Sales of assets	<u>-</u>	<u>8,923</u>
Total other financing sources (uses)	<u>(8,432,856)</u>	<u>(2,065,623)</u>
 Excess of revenues and other financing sources over expenditures and other financing	 <u>(1,017,885)</u>	 <u>7,038,889</u>
 Fund balances, October 1	 <u>17,765,308</u>	 <u>10,726,419</u>
 Fund balances, September 30	 <u><u>\$ 16,747,423</u></u>	 <u><u>\$ 17,765,308</u></u>

CITY OF FRISCO

General Fund

Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended September 30, 2002

(with comparative totals for September 30, 2001)

	2002		Variance
	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable)
REVENUES:			
Taxes:			
Property	\$ 10,533,671	\$ 10,425,865	\$ (107,806)
Sales	9,450,000	9,393,201	(56,799)
Franchise	2,605,923	2,346,814	(259,109)
Other	125,000	216,910	91,910
Intergovernmental	-	-	-
Public safety:			
Municipal court	540,000	588,719	48,719
Police and police reserve	376,728	618,366	241,638
Fire and ambulance	612,000	654,462	42,462
Building inspection	6,100,000	6,686,169	586,169
Planning and zoning	210,000	264,778	54,778
Culture and recreation:			
Library	24,000	44,830	20,830
Parks and recreation	329,018	279,447	(49,571)
Interest	303,470	309,804	6,334
Miscellaneous	<u>81,000</u>	<u>389,310</u>	<u>308,310</u>
Total revenues	<u>31,290,810</u>	<u>32,218,675</u>	<u>927,865</u>
EXPENDITURES:			
General government:			
Administration	2,253,627	2,279,290	(25,663)
Finance	1,855,632	1,868,105	(12,473)
Special districts	862,072	330,176	531,896
Planning	1,102,461	1,112,240	(9,779)
Human resources	389,242	444,010	(54,768)
Building inspections	<u>1,295,773</u>	<u>1,303,120</u>	<u>(7,347)</u>
Total general government	<u>7,758,807</u>	<u>7,336,941</u>	<u>421,866</u>
Public safety:			
Police and police reserve	5,461,463	5,181,795	279,668
Fire and ambulance	<u>5,085,020</u>	<u>5,161,768</u>	<u>(76,748)</u>
Total public safety	<u>10,546,483</u>	<u>10,343,563</u>	<u>202,920</u>
Public works	<u>2,237,356</u>	<u>2,436,197</u>	<u>(198,841)</u>
Culture and recreation:			
Library	443,072	360,868	82,204
Parks and recreation	<u>1,930,858</u>	<u>1,973,860</u>	<u>(43,002)</u>
Total culture and recreation	<u>\$ 2,373,930</u>	<u>\$ 2,334,728</u>	<u>\$ 39,202</u>

2001		
<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
\$ 8,976,219	\$ 8,986,005	\$ 9,786
8,339,984	8,413,550	73,566
2,287,500	2,287,545	45
123,504	177,911	54,407
462,678	-	(462,678)
526,500	541,412	14,912
488,277	540,651	52,374
492,810	517,522	24,712
5,118,000	5,287,620	169,620
325,000	350,961	25,961
29,312	29,338	26
279,282	192,531	(86,751)
643,972	663,624	19,652
<u>19,841</u>	<u>54,092</u>	<u>34,251</u>
<u>28,112,879</u>	<u>28,042,762</u>	<u>(70,117)</u>
1,382,564	1,504,670	(122,106)
711,181	771,956	(60,775)
1,057,345	155,625	901,720
737,957	784,350	(46,393)
277,992	264,272	13,720
<u>1,161,267</u>	<u>1,125,237</u>	<u>36,030</u>
<u>5,328,306</u>	<u>4,606,110</u>	<u>722,196</u>
3,885,333	4,176,506	(291,173)
<u>3,822,598</u>	<u>4,113,671</u>	<u>(291,073)</u>
<u>7,707,931</u>	<u>8,290,177</u>	<u>(582,246)</u>
<u>2,049,748</u>	<u>2,011,215</u>	<u>38,533</u>
334,952	350,097	(15,145)
<u>1,593,343</u>	<u>1,605,156</u>	<u>(11,813)</u>
<u>\$ 1,928,295</u>	<u>\$ 1,955,253</u>	<u>\$ (26,958)</u>

(Continued)

CITY OF FRISCO

General Fund

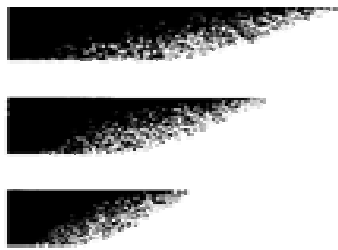
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended September 30, 2002

(with comparative totals for September 30, 2001)

	2002		Variance
	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable)
EXPENDITURES: (continued)			
Capital outlay	\$ 792,498	\$ 661,847	\$ 130,651
Debt Service:			
Principal retirement	1,125,712	1,125,712	-
Interest and fiscal charges	<u>564,716</u>	<u>564,716</u>	<u>-</u>
Total debt service	<u>1,690,428</u>	<u>1,690,428</u>	<u>-</u>
 Total expenditures	<u>25,399,502</u>	<u>24,803,704</u>	<u>595,798</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,891,308</u>	<u>7,414,971</u>	<u>1,523,663</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	402,104	-	(402,104)
Operating transfers out	(10,001,467)	(8,432,856)	1,568,611
Sales of assets	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(9,599,363)</u>	<u>(8,432,856)</u>	<u>1,166,507</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	<u>(3,708,055)</u>	<u>(1,017,885)</u>	<u>2,690,170</u>
 Fund balances, October 1	<u>17,765,308</u>	<u>17,765,308</u>	<u>-</u>
 Fund balances, September 30	<u>\$ 14,057,253</u>	<u>\$ 16,747,423</u>	<u>\$ 2,690,170</u>

2001		
<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
\$ 869,620	\$ 869,620	\$ -
617,571	545,293	72,278
<u>757,897</u>	<u>660,582</u>	<u>97,315</u>
<u>1,375,468</u>	<u>1,205,875</u>	<u>169,593</u>
 <u>19,259,368</u>	 <u>18,938,250</u>	 <u>321,118</u>
 <u>8,853,511</u>	 <u>9,104,512</u>	 <u>251,001</u>
-	-	-
(1,997,485)	(2,074,546)	(77,061)
<u>-</u>	<u>8,923</u>	<u>8,923</u>
<u>(1,997,485)</u>	<u>(2,065,623)</u>	<u>(68,138)</u>
 6,856,026	 7,038,889	 182,863
 <u>10,726,419</u>	 <u>10,726,419</u>	 <u>-</u>
<u>\$ 17,582,445</u>	<u>\$ 17,765,308</u>	<u>\$ 182,863</u>



FRISCO

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Tax Increment Reinvestment Zone - This fund is used to account for property tax collections specifically restricted to promote, encourage and maintain employment, commerce, economic development and public facility development in the City.

Hotel/Motel Tax Fund - This fund is used to account for revenues specifically restricted to encourage tourism, historical preservation and promote the City of Frisco.

CITY OF FRISCO
Combining Balance Sheets
Special Revenue Funds
September 30, 2002
(with comparative totals for September 30, 2001)

	Tax Increment Reinvestment <u>Zone</u>	Hotel/Motel <u>Tax</u>	<u>Totals</u>	
			<u>2002</u>	<u>2001</u>
ASSETS				
Cash and cash equivalents	\$ 978,291	\$ 835,743	\$ 1,814,034	\$ 4,501,439
Receivables (net of allowance for uncollectibles):				
Property tax	7,738	-	7,738	1,833
Occupancy tax	-	172,155	172,155	61,532
Other	46,608	-	46,608	21,040
Due from other funds	<u>23</u>	<u>-</u>	<u>23</u>	<u>-</u>
 Total assets	 <u>\$ 1,032,660</u>	 <u>\$ 1,007,898</u>	 <u>\$ 2,040,558</u>	 <u>\$ 4,585,844</u>
LIABILITIES and FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ 1,661	\$ 1,661	\$ 801
Deferred revenue	54,346	-	54,346	22,873
Due to other funds	<u>-</u>	<u>2,341</u>	<u>2,341</u>	<u>70,689</u>
Total liabilities	<u>54,346</u>	<u>4,002</u>	<u>58,348</u>	<u>94,363</u>
 Fund balances:				
Designated for future construction	653,480	-	653,480	3,452,574
Unreserved, undesignated	<u>324,834</u>	<u>1,003,896</u>	<u>1,328,730</u>	<u>1,038,907</u>
Total fund balances	<u>978,314</u>	<u>1,003,896</u>	<u>1,982,210</u>	<u>4,491,481</u>
 Total liabilities and fund balances	 <u>\$ 1,032,660</u>	 <u>\$ 1,007,898</u>	 <u>\$ 2,040,558</u>	 <u>\$ 4,585,844</u>

CITY OF FRISCO
Special Revenue Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended September 30, 2002
(with comparative totals for September 30, 2001)

	Tax Increment Reinvestment Zone	Hotel/Motel Tax	Totals	
			2002	2001
REVENUES:				
Property tax	\$ 1,313,862	\$ -	\$ 1,313,862	\$ 734,619
Hotel/motel tax	-	735,539	735,539	739,919
Intergovernmental	5,937,230	-	5,937,230	3,257,308
Interest	54,947	18,318	73,265	107,323
Miscellaneous	-	90,247	90,247	-
Total revenues	<u>7,306,039</u>	<u>844,104</u>	<u>8,150,143</u>	<u>4,839,169</u>
EXPENDITURES:				
Current:				
General government	<u>7,932,460</u>	<u>171,692</u>	<u>8,104,152</u>	<u>1,017,370</u>
Total expenditures	<u>7,932,460</u>	<u>171,692</u>	<u>8,104,152</u>	<u>1,017,370</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(626,421)</u>	<u>672,412</u>	<u>45,991</u>	<u>3,821,799</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers in	-	-	-	17,872
Operating transfers out	<u>(2,150,012)</u>	<u>(405,250)</u>	<u>(2,555,262)</u>	<u>(714,720)</u>
Total other financing sources (uses)	<u>(2,150,012)</u>	<u>(405,250)</u>	<u>(2,555,262)</u>	<u>(696,848)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	<u>(2,776,433)</u>	<u>267,162</u>	<u>(2,509,271)</u>	<u>3,124,951</u>
Fund balances, October 1	<u>3,754,747</u>	<u>736,734</u>	<u>4,491,481</u>	<u>1,366,530</u>
Fund balances, September 30	<u>\$ 978,314</u>	<u>\$ 1,003,896</u>	<u>\$ 1,982,210</u>	<u>\$ 4,491,481</u>



Debt Service Fund

The debt service fund is used to account for the accumulation of resources and payment of general obligation and certificate of obligation bond principal and interest from governmental resources.

CITY OF FRISCO
Debt Service Fund
Comparative Balance Sheet
For the Fiscal Year Ended September 30, 2002
(with comparative totals for September 30, 2001)

	<u>2002</u>	<u>2001</u>
ASSETS		
Cash	\$ 519,823	\$ 340,822
Receivables (net of allowance for uncollectibles):		
Property tax	66,810	31,008
Due from other funds	<u>19,080</u>	<u>28,696</u>
Total assets	<u><u>\$ 605,713</u></u>	<u><u>\$ 400,526</u></u>
LIABILITIES and FUND BALANCES		
Liabilities:		
Accounts payable	\$ -	\$ 19
Accrued interest payable	-	28,696
Deferred revenues	66,810	31,008
Due to other funds	<u>350,000</u>	<u>182,474</u>
Total liabilities	<u>416,810</u>	<u>242,197</u>
Fund balance:		
Reserved for debt service	<u>188,903</u>	<u>158,329</u>
Total fund balance	<u>188,903</u>	<u>158,329</u>
Total liabilities and fund balances	<u><u>\$ 605,713</u></u>	<u><u>\$ 400,526</u></u>

CITY OF FRISCO

Debt Service Fund

Comparative Statements of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended September 30, 2002
(with comparative totals for September 30, 2001)

	<u>2002</u>	<u>2001</u>
REVENUES:		
Taxes:		
Property tax	\$ 4,397,967	\$ 2,456,794
Interest	<u>31,354</u>	<u>37,050</u>
Total revenues	<u>4,429,321</u>	<u>2,493,844</u>
 EXPENDITURES:		
Debt service:		
Principal retirement	2,410,900	1,612,600
Interest and fiscal charges	<u>5,676,394</u>	<u>1,696,254</u>
Total expenditures	<u>8,087,294</u>	<u>3,308,854</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,657,973)</u>	<u>(815,010)</u>
 OTHER FINANCING SOURCES (USES):		
Operating transfers in	3,191,237	714,720
Operating transfers in - component unit	<u>497,310</u>	<u>-</u>
Total other financing sources (uses)	<u>3,688,547</u>	<u>714,720</u>
 Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	30,574	(100,290)
 Fund balance, October 1	<u>158,329</u>	<u>258,619</u>
 Fund balance, September 30	<u>\$ 188,903</u>	<u>\$ 158,329</u>

CITY OF FRISCO

Debt Service Fund

Comparative Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2002
(with comparative totals for September 30, 2001)

	2002		
	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUES:			
Taxes:			
Property tax	\$ 4,445,053	\$ 4,397,967	\$ (47,086)
Interest	<u>29,000</u>	<u>31,354</u>	<u>2,354</u>
Total revenues	<u>4,474,053</u>	<u>4,429,321</u>	<u>(44,732)</u>
EXPENDITURES:			
Debt service:			
Principal retirement	3,700,000	2,410,900	1,289,100
Interest and fiscal charges	<u>8,626,124</u>	<u>5,676,394</u>	<u>2,949,730</u>
Total expenditures	<u>12,326,124</u>	<u>8,087,294</u>	<u>4,238,830</u>
Excess (deficiency) of revenues over expenditures	<u>(7,852,071)</u>	<u>(3,657,973)</u>	<u>4,194,098</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	6,239,287	3,191,237	(3,048,050)
Operating transfers in - component unit	<u>1,634,716</u>	<u>497,310</u>	<u>(1,137,406)</u>
Total other financing sources (uses)	<u>7,874,003</u>	<u>3,688,547</u>	<u>(4,185,456)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	21,932	30,574	8,642
Fund balance, October 1	<u>158,329</u>	<u>158,329</u>	<u>-</u>
Fund balance, September 30	<u>\$ 180,261</u>	<u>\$ 188,903</u>	<u>\$ 8,642</u>

2001		
<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
\$ 2,456,649	\$ 2,456,794	\$ 145
<u>35,127</u>	<u>37,050</u>	<u>1,923</u>
<u>2,491,776</u>	<u>2,493,844</u>	<u>2,068</u>
2,310,000	1,612,600	697,400
<u>3,293,548</u>	<u>1,696,254</u>	<u>1,597,294</u>
<u>5,603,548</u>	<u>3,308,854</u>	<u>2,294,694</u>
<u>(3,111,772)</u>	<u>(815,010)</u>	<u>2,296,762</u>
3,159,965	714,720	2,445,245
<u>-</u>	<u>-</u>	<u>-</u>
<u>3,159,965</u>	<u>714,720</u>	<u>2,445,245</u>
48,193	(100,290)	148,483
<u>158,329</u>	<u>258,619</u>	<u>(100,290)</u>
<u>\$ 206,522</u>	<u>\$ 158,329</u>	<u>\$ 48,193</u>



Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Capital Projects Fund - This fund accounts for the financing and construction of various infrastructure projects. Proceeds from the sale of general obligation and certificate of obligation bonds, contributions and impact fees provide the financing.

Impact Fees Fund - This fund accounts for the collection of impact fees and park dedication fees, which are transferred to the Capital Projects Fund as needed to fund infrastructure.

CITY OF FRISCO
Capital Projects Funds
Combining Balance Sheet
September 30, 2002
(With Comparative Totals for September, 2001)

	Capital	Impact	<u>Totals</u>	
	<u>Projects</u>	<u>Fees</u>	<u>2002</u>	<u>2001</u>
ASSETS				
Cash and cash equivalents	\$ 72,667,332	\$ 6,514,882	\$ 79,182,214	\$ 16,418,705
Receivables (net of allowance for uncollectibles):				
Bond proceeds	-	-	-	25,934,200
Other	296,592	-	296,592	28,696
Prepaid expenses	11,500	-	11,500	-
Due from other funds	4,655,158	123,589	4,778,747	-
Due from other governments	-	-	-	674,110
Due from component unit	117,157	-	117,157	22,270
Total assets	<u>\$ 77,747,739</u>	<u>\$ 6,638,471</u>	<u>\$ 84,386,210</u>	<u>\$ 43,077,981</u>
LIABILITIES and EQUITY				
Liabilities:				
Accounts payable	\$ 7,453,922	\$ -	\$ 7,453,922	\$ 1,610,495
Retainage payable	330,196	-	330,196	649,729
Deferred revenue	296,592	-	296,592	2,697,930
Monies held in escrow	1,297,820	183,923	1,481,743	451,619
Due to other funds	<u>2,799,519</u>	<u>1,104,843</u>	<u>3,904,362</u>	<u>7,998,371</u>
Total liabilities	<u>12,178,049</u>	<u>1,288,766</u>	<u>13,466,815</u>	<u>13,408,144</u>
Equity:				
Reserved for encumbrances	27,087,619	-	27,087,619	737,023
Designated for future construction	<u>38,482,071</u>	<u>5,349,705</u>	<u>43,831,776</u>	<u>28,932,814</u>
Total equity	<u>65,569,690</u>	<u>5,349,705</u>	<u>70,919,395</u>	<u>29,669,837</u>
 Total liabilities and equity	 <u>\$ 77,747,739</u>	 <u>\$ 6,638,471</u>	 <u>\$ 84,386,210</u>	 <u>\$ 43,077,981</u>

CITY OF FRISCO
Capital Projects Funds
Combining Statements of Revenues, Expenditures, and
Changes in Fund Balances
For the Fiscal Year Ended September 30, 2002
(With comparative totals for September, 2001)

	<u>Capital Projects</u>	<u>Impact Fees</u>	<u>2002</u>	<u>2001</u>
REVENUES:				
Impact fees	\$ -	\$ 3,349,252	\$ 3,349,252	\$ 1,786,300
Interest	1,783,706	119,721	1,903,427	759,940
Intergovernmental	-	-	-	2,008,736
Contributions	4,004,156	-	4,004,156	1,134,346
Miscellaneous	451,950	-	451,950	113,994
Total revenues	<u>6,239,812</u>	<u>3,468,973</u>	<u>9,708,785</u>	<u>5,803,316</u>
EXPENDITURES:				
Capital outlay	52,294,587	-	52,294,587	16,709,138
Interest and fiscal charges	1,067,136	-	1,067,136	114,000
Total expenditures	<u>53,361,723</u>	<u>-</u>	<u>53,361,723</u>	<u>16,823,138</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(47,121,911)</u>	<u>3,468,973</u>	<u>(43,652,938)</u>	<u>(11,019,822)</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers in	13,055,422	-	13,055,422	3,427,666
Operating transfers out	(641,225)	(5,095,648)	(5,736,873)	(1,370,992)
Operating transfers in - component unit	50,000	-	50,000	660,145
Operating transfers out - component unit	-	-	-	(971,948)
General obligation bond proceeds	77,533,947	-	77,533,947	26,048,200
Total other financing sources (uses)	<u>89,998,144</u>	<u>(5,095,648)</u>	<u>84,902,496</u>	<u>27,793,071</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	42,876,233	(1,626,675)	41,249,558	16,773,249
Fund balances, October 1	<u>22,693,457</u>	<u>6,976,380</u>	<u>29,669,837</u>	<u>12,896,588</u>
Fund balances, September 30	<u>\$ 65,569,690</u>	<u>\$ 5,349,705</u>	<u>\$ 70,919,395</u>	<u>\$ 29,669,837</u>

CITY OF FRISCO
Capital Projects Funds
Combining Statements of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
For the Fiscal Year Ended September 30, 2002

	Capital Projects		Variance
	Budget	Actual	Favorable (Unfavorable)
REVENUES:			
Impact fees	\$ -	\$ -	\$ -
Interest	1,300,000	1,783,706	483,706
Intergovernmental	5,174,110	0	(5,174,110)
Contributions	3,535,200	4,004,156	468,956
Miscellaneous	-	451,950	451,950
Total revenues	<u>10,009,310</u>	<u>6,239,812</u>	<u>(3,769,498)</u>
EXPENDITURES:			
Capital outlay	119,584,888	52,294,587	67,290,301
Interest and fiscal charges	<u>1,000,000</u>	<u>1,067,136</u>	<u>(67,136)</u>
Total expenditures	<u>120,584,888</u>	<u>53,361,723</u>	<u>67,223,165</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(110,575,578)</u>	<u>(47,121,911)</u>	<u>63,453,667</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	13,301,988	13,055,422	(246,566)
Operating transfers out	-	(641,225)	(641,225)
Operating transfers in - component unit	1,575,000	50,000	(1,525,000)
Operating transfers out - component unit	-	-	-
General obligation bond proceeds	<u>77,533,946</u>	<u>77,533,947</u>	<u>1</u>
Total other financing sources (uses)	<u>92,410,934</u>	<u>89,998,144</u>	<u>(2,412,790)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	<u>(18,164,644)</u>	<u>42,876,233</u>	<u>61,040,877</u>
Fund balances, October 1	<u>22,693,457</u>	<u>22,693,457</u>	<u>-</u>
Fund balances, September 30	<u>\$ 4,528,813</u>	<u>\$ 65,569,690</u>	<u>\$ 61,040,877</u>

Impact Fees			Totals		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 2,811,883	\$ 3,349,252	\$ 537,369	\$ 2,811,883	\$ 3,349,252	\$ 537,369
100,000	119,721	19,721	1,400,000	1,903,427	503,427
-	-	-	5,174,110	-	(5,174,110)
-	-	-	3,535,200	4,004,156	468,956
-	-	-	-	451,950	451,950
<u>2,911,883</u>	<u>3,468,973</u>	<u>557,090</u>	<u>12,921,193</u>	<u>9,708,785</u>	<u>(3,212,408)</u>
-	-	-	119,584,888	52,294,587	67,290,301
-	-	-	1,000,000	1,067,136	(67,136)
-	-	-	<u>120,584,888</u>	<u>53,361,723</u>	<u>67,223,165</u>
<u>2,911,883</u>	<u>3,468,973</u>	<u>557,090</u>	<u>(107,663,695)</u>	<u>(43,652,938)</u>	<u>64,010,757</u>
-	-	-	13,301,988	13,055,422	(246,566)
(4,604,577)	(5,095,648)	(491,071)	(4,604,577)	(5,736,873)	(1,132,296)
-	-	-	1,575,000	50,000	(1,525,000)
-	-	-	-	-	-
-	-	-	77,533,946	77,533,947	1
<u>(4,604,577)</u>	<u>(5,095,648)</u>	<u>(491,071)</u>	<u>87,806,357</u>	<u>84,902,496</u>	<u>(2,903,861)</u>
(1,692,694)	(1,626,675)	66,019	(19,857,338)	41,249,558	61,106,896
<u>6,976,380</u>	<u>6,976,380</u>	<u>-</u>	<u>29,669,837</u>	<u>29,669,837</u>	<u>-</u>
<u>\$ 5,283,686</u>	<u>\$ 5,349,705</u>	<u>\$ 66,019</u>	<u>\$ 9,812,499</u>	<u>\$ 70,919,395</u>	<u>\$ 61,106,896</u>



FRISCO

Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Water and Sewer Fund - This fund is used to account for the provision of water and sewer services to the residents of the government. All activities necessary to provide such services are accounted for in this fund, including, but not limited to , administration, operations, maintenance, financing and related debt service, and billing and collection.

Environmental Services Enterprise Fund - This fund is used to account for the revenue received and operating expenses from the privately contracted trash collection service and the solid waste disposal contract with the

Superdome Enterprise Fund - This fund is used to account for activities of the facilities used for hosting national and international bicycling races.

CITY OF FRISCO
 Enterprise Funds
 Combining Balance Sheets
 September 30, 2002
 (With comparative totals for September, 2001)

	Water and <u>Sewer Fund</u>	Environmental <u>Services Fund</u>	Superdrome <u>Fund</u>	<u>Totals</u>	
				<u>2002</u>	<u>2001</u>
ASSETS					
Assets:					
Cash and cash equivalents	\$ 11,957,716	\$ 327,967	\$ 1,745,668	\$ 14,031,351	\$ 12,893,449
Receivables (net of allowance for uncollectibles):					
Utility bills	2,942,096	-	-	2,942,096	2,900,910
Grants	-	10,089	-	10,089	-
Other	303,694	-	-	303,694	32,408
Due from other funds	531,793	381,677	-	913,470	1,770,289
Inventory	140,026	-	-	140,026	-
Prepaid expenses	13,962	-	-	13,962	168,032
Restricted assets:					
Cash and cash equivalents	10,118,511	-	-	10,118,511	2,151,207
Deferred charges	119,151	-	-	119,151	127,384
Property, plant and equipment:					
Land	4,947,178	-	-	4,947,178	4,889,478
Vehicles, machinery & eqpmt.	2,556,340	44,245	8,450	2,609,035	1,995,958
Building & improvements	199,266	7,726	2,917,139	3,124,131	3,124,538
Improvements other than bldgs.	28,965,869	-	-	28,965,869	28,965,869
Construction-in-progress	13,811,947	-	-	13,811,947	10,279,914
Less: accumulated depreciation	(8,044,975)	(11,290)	(325,530)	(8,381,795)	(7,273,132)
Total assets	<u>\$ 68,562,574</u>	<u>\$ 760,414</u>	<u>\$ 4,345,727</u>	<u>\$ 73,668,715</u>	<u>\$ 62,026,304</u>

CITY OF FRISCO
Enterprise Funds
Combining Balance Sheets
September 30, 2002
(With comparative totals for September, 2001)

	Water and <u>Sewer Fund</u>	Environmental <u>Services Fund</u>	Superdrome <u>Fund</u>	<u>Totals</u>	
				<u>2002</u>	<u>2001</u>
LIABILITIES and EQUITY					
Liabilities:					
Accounts payable	\$ 932,856	\$ 433,606	\$ 37	\$ 1,366,499	\$ 675,010
Retainage payable	321,212			321,212	-
Accrued liabilities	240,334	3,985	-	244,319	112,091
Compensated absences payable	298,439	16,137	15,517	330,093	178,118
Payable from restricted assets:					
Due to other funds	3,302,671	-	-	3,302,671	-
Note payable - current	-	-	-	-	3,456
General obligation bonds - current	40,800	-	-	40,800	-
Certificates of obligation					
bonds payable - current	867,500	-	-	867,500	884,100
Deposits	1,448,230	-	-	1,448,230	1,263,651
Due to other funds	1,965,265	601	30	1,965,896	802
Notes payable	-	-	-	-	60,523
General obligation bonds payable	122,400	-	-	122,400	-
Certificates of obligation					
bonds payable	<u>19,505,000</u>	<u>-</u>	<u>-</u>	<u>19,505,000</u>	<u>20,535,700</u>
Total liabilities	<u>29,044,707</u>	<u>454,329</u>	<u>15,584</u>	<u>29,514,620</u>	<u>23,713,451</u>
Equity:					
Contributed capital	8,960,777	-	2,120,000	11,080,777	11,080,777
Retained earnings:					
Unreserved (deficit)	<u>30,557,090</u>	<u>306,085</u>	<u>2,210,143</u>	<u>33,073,318</u>	<u>27,232,076</u>
Total equity	<u>39,517,867</u>	<u>306,085</u>	<u>4,330,143</u>	<u>44,154,095</u>	<u>38,312,853</u>
Total liabilities and equity	<u>\$ 68,562,574</u>	<u>\$ 760,414</u>	<u>\$ 4,345,727</u>	<u>\$ 73,668,715</u>	<u>\$ 62,026,304</u>

CITY OF FRISCO
Enterprise Funds
Combining Statements of Revenues, Expenses and
Changes in Retained Earnings
For the Fiscal Year Ended September 30, 2002
(With comparative totals for the fiscal year ended September 30, 2001)

	Water and <u>Sewer Fund</u>	Environmental <u>Services</u>	Superdrome <u>Fund</u>	<u>Totals</u>	
				<u>2002</u>	<u>2001</u>
Operating revenues:					
Water sales	\$ 11,754,097	\$ -	\$ -	\$ 11,754,097	\$ 10,115,640
Sewer charges	3,889,590	-	-	3,889,590	3,362,960
Service charges	219,873	-	-	219,873	160,412
Sanitation charges	-	3,128,778	-	3,128,778	2,714,619
Water and sewer connections	946,527	-	-	946,527	376,940
Inspection fees	1,559,442	-	-	1,559,442	1,439,932
Water impact fees	449,933	-	-	449,933	-
Sewer impact fees	372,662	-	-	372,662	-
Sponsorships and cycling	-	-	1,749	1,749	53,818
Miscellaneous	172,739	4,874	750	178,363	72,257
Total operating revenues	<u>19,364,863</u>	<u>3,133,652</u>	<u>2,499</u>	<u>22,501,014</u>	<u>18,296,578</u>
Operating expenses:					
Cost of sales and services	9,730,723	3,067,803	-	12,798,526	10,204,496
Administration	2,138,009	59,080	144,591	2,341,680	2,183,360
Depreciation	1,047,502	11,290	73,457	1,132,249	1,062,814
Amortization	8,233	-	-	8,233	8,233
Total operating expenses	<u>12,924,467</u>	<u>3,138,173</u>	<u>218,048</u>	<u>16,280,688</u>	<u>13,458,903</u>
Operating income/(loss)	<u>6,440,396</u>	<u>(4,521)</u>	<u>(215,549)</u>	<u>6,220,326</u>	<u>4,837,675</u>
Nonoperating revenues (expenses):					
Interest revenue	301,237	214	37,863	339,314	811,242
Other revenues	-	10,089	-	10,089	32,408
Interest expense	(1,206,819)	-	-	(1,206,819)	(858,322)
Total nonoperating revenues (expenses)	<u>(905,582)</u>	<u>10,303</u>	<u>37,863</u>	<u>(857,416)</u>	<u>(14,672)</u>
Net income/(loss) before operating transfers	<u>5,534,814</u>	<u>5,782</u>	<u>(177,686)</u>	<u>5,362,910</u>	<u>4,823,003</u>
Operating transfers:					
Transfers in	1,935,451	300,303	-	2,235,754	-
Transfers out	<u>(1,757,422)</u>	<u>-</u>	<u>-</u>	<u>(1,757,422)</u>	<u>-</u>
Net operating transfers	<u>178,029</u>	<u>300,303</u>	<u>-</u>	<u>478,332</u>	<u>-</u>
Net income/(loss)	<u>5,712,843</u>	<u>306,085</u>	<u>(177,686)</u>	<u>5,841,242</u>	<u>4,823,003</u>
Retained earnings, October 1	<u>24,844,247</u>	<u>-</u>	<u>2,387,829</u>	<u>27,232,076</u>	<u>22,409,073</u>
Retained earnings, September 30	<u>\$ 30,557,090</u>	<u>\$ 306,085</u>	<u>\$ 2,210,143</u>	<u>\$ 33,073,318</u>	<u>\$ 27,232,076</u>

CITY OF FRISCO
 Enterprise Funds
 Combining Statements of Cash Flows
 For the Fiscal Year Ended September 30, 2002
 (With comparative totals for the fiscal year ended September 30, 2001)

	Water and <u>Sewer Fund</u>	Environmental <u>Services Fund</u>	Superdrome <u>Fund</u>	<u>Totals</u>	
	<u>2002</u>	<u>2001</u>		<u>2002</u>	<u>2001</u>
Operating income/(loss)	\$ 6,440,396	\$ (4,521)	\$ (215,549)	\$ 6,220,326	\$ 4,837,675
Adjustments to reconcile operating income to net cash provided by operating activities:					
Amortization expense	8,233	-	-	8,233	8,233
Depreciation expense	1,047,502	11,290	73,457	1,132,249	1,062,814
Increase in accounts receivable - utilities	(41,186)	-	-	(41,186)	(395,584)
Increase in accounts receivable - other	(271,286)	(10,089)	-	(281,375)	(32,408)
Increase in prepaid expenses	(13,962)	-	-	(13,962)	-
Decrease in meter inventory	28,006	-	-	28,006	(168,032)
Net increase in customer deposits	184,579	-	-	184,579	299,898
Increase/(decrease) in accounts payable	264,236	433,606	(6,353)	691,489	631,706
Increase in accrued liabilities	128,243	3,985	-	132,228	65,861
Increase in retainage payable	321,212	-	-	321,212	-
Increase/(decrease) in compensated absences payable	139,971	16,137	(4,133)	151,975	15,832
Net cash provided by (used for) operating activities	<u>8,235,944</u>	<u>450,408</u>	<u>(152,578)</u>	<u>8,533,774</u>	<u>6,325,995</u>
Cash flows from noncapital financing activities:					
Proceeds of interfund borrowing/(loans)	6,506,432	-	(772)	6,505,660	(1,495,717)
Loans made to other funds	-	(381,076)	-	(381,076)	-
Operating transfers to other funds	(1,721,145)	10,089	-	(1,711,056)	32,408
Operating transfers from other funds	<u>1,935,451</u>	<u>264,026</u>	<u>-</u>	<u>2,199,477</u>	<u>-</u>
Net cash provided by (used for) financing activities	<u>6,720,738</u>	<u>(106,961)</u>	<u>(772)</u>	<u>6,613,005</u>	<u>(1,463,309)</u>
Cash flows from capital and related financing activities:					
Proceeds from issuance of bonds	-	-	-	-	15,000,000
Bond issuance costs	-	-	-	-	(81,168)
Principal paid on bonds and notes	(948,079)	-	-	(948,079)	(480,718)
Capital expenditures	(4,201,845)	(15,694)	(8,450)	(4,225,989)	(10,451,429)
Interest paid on bonds and notes	<u>(1,206,819)</u>	<u>-</u>	<u>-</u>	<u>(1,206,819)</u>	<u>(858,322)</u>
Net cash provided by (used for) capital and related financing activities	<u>(6,356,743)</u>	<u>(15,694)</u>	<u>(8,450)</u>	<u>(6,380,887)</u>	<u>3,128,363</u>
Cash flows from investing activities:					
Interest received on deposits and investments	<u>301,237</u>	<u>214</u>	<u>37,863</u>	<u>339,314</u>	<u>811,242</u>
Net cash provided by investing activities	<u>301,237</u>	<u>214</u>	<u>37,863</u>	<u>339,314</u>	<u>811,242</u>
Net increase (decrease) in cash and cash equivalents	8,901,176	327,967	(123,937)	9,105,206	8,802,291
Cash and cash equivalents, October 1	<u>13,175,051</u>	<u>-</u>	<u>1,869,605</u>	<u>15,044,656</u>	<u>6,242,365</u>
Cash and cash equivalents, September 30	<u>\$ 22,076,227</u>	<u>\$ 327,967</u>	<u>\$ 1,745,668</u>	<u>\$ 24,149,862</u>	<u>\$ 15,044,656</u>

CITY OF FRISCO
Water and Sewer Enterprise Fund
Comparative Balance Sheets
September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
ASSETS and OTHER DEBITS		
Assets:		
Cash and cash equivalents	\$ 11,957,716	\$ 11,023,844
Receivables (net of allowance for uncollectibles):		
Utility Bills	2,942,096	2,900,910
Others	303,694	32,408
Due from other funds	531,793	1,770,289
Prepaid expenses	13,962	-
Inventory	140,026	168,032
Restricted assets:		
Cash and cash equivalents	10,118,511	2,151,207
Deferred charges	119,151	127,384
Property, plant and equipment		
Land	4,947,178	4,889,478
Vehicles, machinery and equipment	2,556,340	1,995,958
Buildings and improvements	199,266	207,399
Improvements other than buildings	28,965,869	28,965,869
Construction-in-progress	13,811,947	10,279,914
Less: accumulated depreciation	<u>(8,044,975)</u>	<u>(7,021,059)</u>
Total assets and other debits	<u>\$ 68,562,574</u>	<u>\$ 57,491,633</u>

CITY OF FRISCO
Water and Sewer Enterprise Fund
Comparative Balance Sheets
September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
LIABILITIES, EQUITY and OTHER CREDITS		
Liabilities:		
Accounts payable	\$ 932,856	\$ 668,620
Retainage payable	321,212	-
Accrued liabilities	240,334	112,091
Compensated absences payable	298,439	158,468
Payable from restricted assets:		
Due to other funds	3,302,671	-
Note payable - current	-	3,456
General obligation bonds payable - current	40,800	-
Certificates of obligation payable - current	867,500	884,100
Deposits	1,448,230	1,263,651
Due to other funds	1,965,265	-
Note payable	-	60,523
General obligation bonds payable	122,400	-
Certificates of obligation bonds payable	<u>19,505,000</u>	<u>20,535,700</u>
Total liabilities	<u>29,044,707</u>	<u>23,686,609</u>
Equity and other credits:		
Contributed capital	8,960,777	8,960,777
Retained earnings:		
Unreserved	<u>30,557,090</u>	<u>24,844,247</u>
Total equity and other credits	<u>39,517,867</u>	<u>33,805,024</u>
Total liabilities, equity and other credits	<u>\$ 68,562,574</u>	<u>\$ 57,491,633</u>

CITY OF FRISCO
Water and Sewer Enterprise Fund
Comparative Statements of Revenues, Expenses and Changes in Retained Earnings
For the Fiscal Years Ended September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
Operating revenues:		
Water sales	\$ 11,754,097	\$ 10,115,640
Sewer charges	3,889,590	3,362,960
Service charges	219,873	160,412
Sanitation charges	-	2,714,619
Water and sewer connections	946,527	376,940
Inspection fees	1,559,442	1,439,932
Water impact fees	449,933	-
Sewer impact fees	372,662	-
Miscellaneous	<u>172,739</u>	<u>27,487</u>
Total operating revenues	<u>19,364,863</u>	<u>18,197,990</u>
Operating expenses:		
Cost of sales and services	9,730,723	10,204,496
Administration	2,138,009	1,913,114
Depreciation	1,047,502	989,886
Amortization	<u>8,233</u>	<u>8,233</u>
Total operating expenses	<u>12,924,467</u>	<u>13,115,729</u>
Operating income	<u>6,440,396</u>	<u>5,082,261</u>
Nonoperating revenues (expenses):		
Interest revenue	301,237	712,223
Other sources	-	32,408
Interest expense	<u>(1,206,819)</u>	<u>(858,322)</u>
Total nonoperating revenues (expenses)	<u>(905,582)</u>	<u>(113,691)</u>
Income before operating transfers	5,534,814	4,968,570
Operating transfers:		
Transfers in	1,935,451	-
Transfers out	<u>(1,757,422)</u>	<u>-</u>
Net income	5,712,843	4,968,570
Retained earnings, October 1	<u>24,844,247</u>	<u>19,875,677</u>
Retained earnings, September 30	<u>\$ 30,557,090</u>	<u>\$ 24,844,247</u>

CITY OF FRISCO
Water and Sewer Enterprise Fund
Comparative Statements of Cash Flows
For the Fiscal Years Ended September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
Operating income	\$ 6,440,396	\$ 5,082,261
Adjustments to reconcile operating income to net cash provided by operating activities:		
Amortization expense	8,233	8,233
Depreciation expense	1,047,502	989,886
Increase in accounts receivable - utilities	(41,186)	(395,584)
Increase in accounts receivable - other	(271,286)	(32,408)
Increase in prepaid expenses	(13,962)	-
Decrease in meter inventory	28,006	(168,032)
Net increase in customer deposits	184,579	299,898
Increase in accounts payable	264,236	644,419
Increase in accrued liabilities	128,243	65,861
Increase in retainage payable	321,212	-
Increase in compensated absences payable	139,971	5,412
Net cash provided by (used for) operating activities	<u>8,235,944</u>	<u>6,499,946</u>
Cash flows from noncapital financing activities:		
Proceeds of interfund borrowing/(loans)	6,506,432	(1,484,042)
Operating transfers to other funds	(1,721,145)	32,408
Operating transfers from other funds	1,935,451	-
Net cash provided by (used for) financing activities	<u>6,720,738</u>	<u>(1,451,634)</u>
Cash flows from capital and related financing activities:		
Proceeds from issuance of bonds	-	15,000,000
Bond issuance costs	-	(81,168)
Principal paid on bonds and notes	(948,079)	(480,718)
Capital expenditures	(4,201,845)	(10,451,429)
Interest paid on bonds and notes	(1,206,819)	(858,322)
Net cash provided by (used for) capital and related financing activities	<u>(6,356,743)</u>	<u>3,128,363</u>
Cash flows from investing activities:		
Interest received on deposits and investments	301,237	712,223
Net cash provided by investing activities	<u>301,237</u>	<u>712,223</u>
Net increase (decrease) in cash and cash equivalents	8,901,176	8,888,898
Cash and cash equivalents, October 1	<u>13,175,051</u>	<u>4,286,153</u>
Cash and cash equivalents, September 30	<u>\$ 22,076,227</u>	<u>\$13,175,051</u>

CITY OF FRISCO
Water and Sewer Enterprise Fund
Combining Balance Sheets
September 30, 2002 and 2001

	<u>Operating</u>	<u>Utility Capital Projects</u>	<u>Utility Impact Fees</u>	<u>Totals</u>	
				<u>2002</u>	<u>2001</u>
ASSETS and OTHER DEBITS					
Assets:					
Cash and cash equivalents	\$ 11,957,716	\$ -	\$ -	\$ 11,957,716	\$ 11,023,844
Receivables (net of allowance for uncollectibles):					
Utility Bills	2,942,096	-	-	2,942,096	2,900,910
Others	303,694	-	-	303,694	32,408
Due from other funds	531,793	-	-	531,793	1,770,289
Prepays	13,962	-	-	13,962	
Inventory	140,026	-	-	140,026	168,032
Restricted assets:					
Cash and cash equivalents	2,356,530	5,873,562	1,888,419	10,118,511	2,151,207
Deferred charges	119,151	-	-	119,151	127,384
Property, plant and equipment					
Land	4,947,178	-	-	4,947,178	4,889,478
Vehicles, machinery and equipment	2,556,340	-	-	2,556,340	1,995,958
Buildings and improvements	199,266	-	-	199,266	207,399
Improvements other than buildings	28,965,869	-	-	28,965,869	28,965,869
Construction-in-progress	13,811,947	-	-	13,811,947	10,279,914
Less: accumulated depreciation	(8,044,975)	-	-	(8,044,975)	(7,021,059)
Total assets and other debits	<u>\$ 60,800,593</u>	<u>\$ 5,873,562</u>	<u>\$ 1,888,419</u>	<u>\$ 68,562,574</u>	<u>\$ 57,491,633</u>

CITY OF FRISCO
Water and Sewer Enterprise Fund
Combining Balance Sheets
September 30, 2002 and 2001

	<u>Operating</u>	<u>Utility Capital Projects</u>	<u>Utility Impact Fees</u>	<u>Totals</u>	
				<u>2002</u>	<u>2001</u>
LIABILITIES, EQUITY and OTHER CREDITS					
Liabilities:					
Accounts payable	\$ 371,581	\$ 561,275	\$ -	\$ 932,856	\$ 668,620
Accrued liabilities	240,334	-	-	240,334	112,091
Retainage payable	-	321,212	-	321,212	-
Compensated absences payable	298,439	-	-	298,439	158,468
Payable from restricted assets:					
Due to other funds	-	3,302,671	-	3,302,671	-
Note payable - current	-	-	-	-	3,456
General obligation bonds payable - current	40,800	-	-	40,800	-
Certificates of obligation bonds payable - current	867,500	-	-	867,500	884,100
Deposits	1,448,230	-	-	1,448,230	1,263,651
Due to other funds	1,964,715	550	-	1,965,265	-
Note payable	-	-	-	-	60,523
General obligation bonds payable	122,400	-	-	122,400	-
Certificates of obligation bonds payable	<u>19,505,000</u>	<u>-</u>	<u>-</u>	<u>19,505,000</u>	<u>20,535,700</u>
Total liabilities	<u>24,858,999</u>	<u>4,185,708</u>	<u>-</u>	<u>29,044,707</u>	<u>23,686,609</u>
Equity and other credits:					
Contributed capital	8,960,777	-	-	8,960,777	8,960,777
Retained earnings:					
Unreserved (deficit)	<u>26,980,817</u>	<u>1,687,854</u>	<u>1,888,419</u>	<u>30,557,090</u>	<u>24,844,247</u>
Total equity and other credits	<u>35,941,594</u>	<u>1,687,854</u>	<u>1,888,419</u>	<u>39,517,867</u>	<u>33,805,024</u>
Total liabilities, equity and other credits	<u>\$ 60,800,593</u>	<u>\$ 5,873,562</u>	<u>\$ 1,888,419</u>	<u>\$ 68,562,574</u>	<u>\$ 57,491,633</u>

CITY OF FRISCO
Water and Sewer Enterprise Fund
Combining Statements of Revenues, Expenses and Changes in Retained Earnings
For the Fiscal Years Ended September 30, 2002 and 2001

	<u>Operating</u>	<u>Utility Capital Projects</u>	<u>Utility Impact Fees</u>	<u>Eliminations</u>	<u>Totals</u>	
					<u>2002</u>	<u>2001</u>
Operating revenues:						
Water sales	\$ 11,754,097	\$ -	\$ -	\$ -	\$ 11,754,097	\$ 10,115,640
Sewer charges	3,889,590	-	-	-	3,889,590	3,362,960
Service charges	219,873	-	-	-	219,873	160,412
Sanitation charges	-	-	-	-	-	2,714,619
Water and sewer connections	946,527	-	-	-	946,527	376,940
Inspection fees	1,559,442	-	-	-	1,559,442	1,439,932
Water impact fees	-	-	449,933	-	449,933	-
Sewer impact fees	-	-	372,662	-	372,662	-
Miscellaneous	172,739	-	-	-	172,739	27,487
Total operating revenues	<u>18,542,268</u>	<u>-</u>	<u>822,595</u>	<u>-</u>	<u>19,364,863</u>	<u>18,197,990</u>
Operating expenses:						
Cost of sales and services	9,730,723	-	-	-	9,730,723	10,204,496
Administration	2,138,009	-	-	-	2,138,009	1,913,114
Depreciation	1,047,502	-	-	-	1,047,502	989,886
Amortization	8,233	-	-	-	8,233	8,233
Total operating expenses	<u>12,924,467</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,924,467</u>	<u>13,115,729</u>
Operating income	<u>5,617,801</u>	<u>-</u>	<u>822,595</u>	<u>-</u>	<u>6,440,396</u>	<u>5,082,261</u>
Nonoperating revenues (expenses):						
Interest revenue	135,310	121,582	44,345	-	301,237	712,223
Other sources	-	-	-	-	-	32,408
Interest expense	(1,206,819)	-	-	-	(1,206,819)	(858,322)
Total nonoperating revenues (expenses)	<u>(1,071,509)</u>	<u>121,582</u>	<u>44,345</u>	<u>-</u>	<u>(905,582)</u>	<u>(113,691)</u>
Income before operating transfers	<u>4,546,292</u>	<u>121,582</u>	<u>866,940</u>	<u>-</u>	<u>5,534,814</u>	<u>4,968,570</u>
Operating transfers:						
Transfers in	3,640,666	278,435	1,935,451	(3,919,101)	1,935,451	-
Transfers out	(300,303)	(4,462,248)	(913,972)	3,919,101	(1,757,422)	-
Net operating transfers	<u>3,340,363</u>	<u>(4,183,813)</u>	<u>1,021,479</u>	<u>-</u>	<u>178,029</u>	<u>-</u>
Net income	<u>7,886,655</u>	<u>(4,062,231)</u>	<u>1,888,419</u>	<u>-</u>	<u>5,712,843</u>	<u>4,968,570</u>
Retained earnings, October 1	<u>19,094,162</u>	<u>5,750,085</u>	<u>-</u>	<u>-</u>	<u>24,844,247</u>	<u>19,875,677</u>
Retained earnings, September 30	<u>\$ 26,980,817</u>	<u>\$ 1,687,854</u>	<u>\$ 1,888,419</u>	<u>\$ -</u>	<u>\$ 30,557,090</u>	<u>\$ 24,844,247</u>

CITY OF FRISCO
Water and Sewer Enterprise Fund
Combining Statements of Cash Flows
For the Fiscal Years Ended September 30, 2002 and 2001

	Operating	Utility Capital Projects	Utility Impact Fees	Eliminations	Totals	
					2002	2001
Operating income	\$ 5,617,801	\$ -	\$ 822,595	\$ -	\$ 6,440,396	\$ 5,082,261
Adjustments to reconcile operating income to net cash provided by operating activities:						
Amortization expense	8,233	-	-	-	8,233	8,233
Depreciation expense	1,047,502	-	-	-	1,047,502	989,886
Increase in accounts receivable - utilities	(41,186)	-	-	-	(41,186)	(395,584)
Increase in accounts receivable - other	(271,286)	-	-	-	(271,286)	(32,408)
Increase in prepaid expenses	(13,962)	-	-	-	(13,962)	-
Decrease in meter inventory	28,006	-	-	-	28,006	(168,032)
Net increase in customer deposits	184,579	-	-	-	184,579	299,898
Increase/(decrease) in accounts payable	(297,039)	561,275	-	-	264,236	644,419
Increase/(decrease) in accrued liabilities	128,243	-	-	-	128,243	65,861
Increase/(decrease) in retainage payable	-	321,212	-	-	321,212	-
Increase in compensated absences payable	139,971	-	-	-	139,971	5,412
Net cash provided by (used for) operating activities	<u>6,530,862</u>	<u>882,487</u>	<u>822,595</u>	<u>-</u>	<u>8,235,944</u>	<u>6,499,946</u>
Cash flows from noncapital financing activities:						
Proceeds of interfund borrowing/(loans)	3,203,211	3,303,221	-	-	6,506,432	(1,484,042)
Operating transfers to other funds	(264,026)	(4,462,248)	(913,972)	3,919,101	(1,721,145)	32,408
Operating transfers from other funds	3,640,666	278,435	1,935,451	(3,919,101)	1,935,451	-
Net cash provided by (used for) financing activities	<u>6,579,851</u>	<u>(880,592)</u>	<u>1,021,479</u>	<u>-</u>	<u>6,720,738</u>	<u>(1,451,634)</u>
Cash flows from capital and related financing activities:						
Proceeds from issuance of bonds	-	-	-	-	-	15,000,000
Bond issuance costs	-	-	-	-	-	(81,168)
Principal paid on bonds and notes	(948,079)	-	-	-	(948,079)	(480,718)
Capital expenditures	(4,201,845)	-	-	-	(4,201,845)	(10,451,429)
Interest paid on bonds and notes	(1,206,819)	-	-	-	(1,206,819)	(858,322)
Net cash provided by (used for) capital and related financing activities	<u>(6,356,743)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,356,743)</u>	<u>3,128,363</u>
Cash flows from investing activities:						
Interest received on deposits and investments	<u>135,310</u>	<u>121,582</u>	<u>44,345</u>	<u>-</u>	<u>301,237</u>	<u>712,223</u>
Net cash provided by investing activities	<u>135,310</u>	<u>121,582</u>	<u>44,345</u>	<u>-</u>	<u>301,237</u>	<u>712,223</u>
Net increase (decrease) in cash and cash equivalents	6,889,280	123,477	1,888,419	-	8,901,176	8,888,898
Cash and cash equivalents, October 1	<u>7,424,966</u>	<u>5,750,085</u>	<u>-</u>	<u>-</u>	<u>13,175,051</u>	<u>4,286,153</u>
Cash and cash equivalents, September 30	<u>\$14,314,246</u>	<u>\$ 5,873,562</u>	<u>\$ 1,888,419</u>	<u>\$ -</u>	<u>\$ 22,076,227</u>	<u>\$ 13,175,051</u>

CITY OF FRISCO
Environmental Services Enterprise Fund
Comparative Balance Sheets
September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
ASSETS and OTHER DEBITS		
Assets:		
Cash and cash equivalents	\$ 327,967	\$ -
Accounts receivable - grants	10,089	-
Due from other funds	381,677	-
Property, plant and equipment		
Vehicles, machinery & equipment	44,245	
Buildings and improvements	7,726	-
Less: accumulated depreciation	<u>(11,290)</u>	<u>-</u>
Total assets and other debits	<u>\$ 760,414</u>	<u>\$ -</u>
LIABILITIES, EQUITY and OTHER CREDITS		
Liabilities:		
Accounts payable	\$ 433,606	\$ -
Accrued liabilities	3,985	
Compensated absences payable	16,137	-
Due to other funds	<u>601</u>	<u>-</u>
Total liabilities	<u>454,329</u>	<u>-</u>
Equity and other credits:		
Retained earnings:		
Unreserved	<u>306,085</u>	<u>-</u>
Total equity and other credits	<u>306,085</u>	<u>-</u>
Total liabilities, equity and other credits	<u>\$ 760,414</u>	<u>\$ -</u>

CITY OF FRISCO
Environmental Services Enterprise Fund
Comparative Statements of Revenues, Expenses and Changes in Retained Earnings
For the Fiscal Years Ended September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
Operating revenues:		
Solidwaste collection/disposal fees	\$ 3,128,778	\$ -
Miscellaneous	4,874	-
Total operating revenues	<u>3,133,652</u>	<u>-</u>
Operating expenses:		
Cost of sales and services	3,067,803	-
Administration	59,080	-
Depreciation	11,290	-
Total operating expenses	<u>3,138,173</u>	<u>-</u>
Operating income/(loss)	<u>(4,521)</u>	<u>-</u>
Nonoperating revenues (expenses):		
Interest revenue	214	-
Other sources	10,089	-
Total nonoperating revenues (expenses)	<u>10,303</u>	<u>-</u>
Income before operating transfers	5,782	-
Operating transfers:		
Transfers in	300,303	-
Net operating transfers	300,303	-
Net income	306,085	-
Retained earnings, October 1	<u>-</u>	<u>-</u>
Retained earnings, September 30	<u>\$ 306,085</u>	<u>\$ -</u>

CITY OF FRISCO
Environmental Services Enterprise Fund
Comparative Statements of Cash Flows
For the Fiscal Years Ended September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
Operating income/(loss)	\$ (4,521)	\$ -
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:		
Depreciation expense	11,290	-
Increase in A/R - other	(10,089)	-
Increase in accounts payable	433,606	-
Increase in accrued liabilities	3,985	-
Increase in compensated absences payable	<u>16,137</u>	<u>-</u>
Net cash used for operating activities	<u>450,408</u>	<u>-</u>
Cash flows from noncapital financing activities:		
Loans made to other funds	(381,076)	-
Proceeds from other sources	10,089	-
Operating transfers from other funds	<u>264,026</u>	<u>-</u>
Net cash provided by (used for) noncapital financing activities	<u>(106,961)</u>	<u>-</u>
Cash flows from capital and related financing activities:		
Capital expenditures	<u>(15,694)</u>	<u>-</u>
Net cash provided by (used for) capital and related financing activities	<u>(15,694)</u>	<u>-</u>
Cash flows from investing activities:		
Interest received on deposits and investments	<u>214</u>	<u>-</u>
Net cash provided by investing activities	<u>214</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	327,967	-
Cash and cash equivalents, October 1	<u>-</u>	<u>-</u>
Cash and cash equivalents, September 30	<u><u>\$ 327,967</u></u>	<u><u>\$ -</u></u>

CITY OF FRISCO
 Superdrome Enterprise Fund
 Comparative Balance Sheets
 September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
ASSETS and OTHER DEBITS		
Assets:		
Cash and cash equivalents	\$ 1,745,668	\$ 1,869,605
Property, plant and equipment		
Vehicles, machinery & equipment	8,450	
Buildings and improvements	2,917,139	2,917,139
Less: accumulated depreciation	<u>(325,530)</u>	<u>(252,073)</u>
Total assets and other debits	<u>\$ 4,345,727</u>	<u>\$ 4,534,671</u>
LIABILITIES, EQUITY and OTHER CREDITS		
Liabilities:		
Accounts payable	\$ 37	\$ 6,390
Compensated absences payable	15,517	19,650
Due to other funds	<u>30</u>	<u>802</u>
Total liabilities	<u>15,584</u>	<u>26,842</u>
Equity and other credits:		
Contributed capital	2,120,000	2,120,000
Retained earnings:		
Unreserved	<u>2,210,143</u>	<u>2,387,829</u>
Total equity and other credits	<u>4,330,143</u>	<u>4,507,829</u>
Total liabilities, equity and other credits	<u>\$ 4,345,727</u>	<u>\$ 4,534,671</u>

CITY OF FRISCO
Superdrome Enterprise Fund
Comparative Statements of Revenues, Expenses and Changes in Retained Earnings
For the Fiscal Years Ended September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
Operating revenues:		
Sponsorships	1,749	53,818
Miscellaneous	<u>750</u>	<u>44,770</u>
Total operating revenues	<u>2,499</u>	<u>98,588</u>
Operating expenses:		
Administration	144,591	270,246
Depreciation	<u>73,457</u>	<u>72,928</u>
Total operating expenses	<u>218,048</u>	<u>343,174</u>
Operating income/(loss)	<u>(215,549)</u>	<u>(244,586)</u>
Nonoperating revenues (expenses):		
Interest revenue	37,863	99,019
Total nonoperating revenues (expenses)	<u>37,863</u>	<u>99,019</u>
Net income (loss)	(177,686)	(145,567)
Retained earnings, October 1	<u>2,387,829</u>	<u>2,533,396</u>
Retained earnings, September 30	<u>\$ 2,210,143</u>	<u>\$ 2,387,829</u>

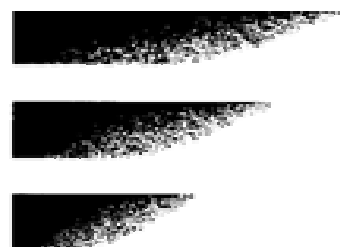
CITY OF FRISCO
Superdome Enterprise Fund
Comparative Statements of Cash Flows
For the Fiscal Years Ended September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
Operating income/(loss)	\$ (215,549)	\$ (244,586)
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:		
Depreciation expense	73,457	72,928
Increase in accounts payable	(6,353)	(12,713)
Increase in compensated absences payable	<u>(4,133)</u>	<u>10,420</u>
Net cash used for operating activities	<u>(152,578)</u>	<u>(173,951)</u>
Cash flows from noncapital financing activities:		
Proceeds of interfund borrowing	(772)	(11,675)
Net cash provided by (used for) noncapital financing activities	<u>(772)</u>	<u>(11,675)</u>
Cash flows from capital and related financing activities:		
Capital expenditures	(8,450)	-
Net cash provided by (used for) capital and related financing activities	<u>(8,450)</u>	<u>-</u>
Cash flows from investing activities:		
Interest received on deposits and investments	<u>37,863</u>	<u>99,019</u>
Net cash provided by investing activities	<u>37,863</u>	<u>99,019</u>
Net increase (decrease) in cash and cash equivalents	(123,937)	(86,607)
Cash and cash equivalents, October 1	<u>1,869,605</u>	<u>1,956,212</u>
Cash and cash equivalents, September 30	<u>\$ 1,745,668</u>	<u>\$ 1,869,605</u>



General Fixed Assets Account Group

General Fixed Assets Account Group - provides accountability for the City's general fixed assets. A fixed asset is accounted for in this account when it has been purchased using general government resources and is used for general government purposes. Assets are recorded at historical cost or if not available, estimated historical cost if purchased or fair market value if donated. No depreciation is recognized on these assets.



FRISCO

CITY OF FRISCO
 Comparative of General Fixed Assets - By Source
 As of September 30, 2002 and 2001

	<u>2002</u>	<u>2001</u>
General fixed assets:		
Land	\$ 18,191,754	\$ 15,849,396
Vehicles, machinery, and equipment	12,328,355	10,535,089
Buildings and improvements	39,565,324	5,577,896
Improvements other than buildings	29,091,036	23,633,939
Construction in progress	<u>19,299,650</u>	<u>10,024,551</u>
Total general fixed assets	<u>\$ 118,476,119</u>	<u>\$ 65,620,871</u>
 Investment in general fixed assets by source:		
Capital project funds - general obligation bonds	\$ 107,333,006	\$ 55,164,121
Federal grants, including revenue sharing	516,246	516,246
General fund revenues	7,461,990	6,825,627
State grants	458,436	458,436
Contributed capital	1,098,656	1,098,656
Community development corporation	151,835	101,835
Economic development corporation	<u>1,455,950</u>	<u>1,455,950</u>
Total investment in general fixed assets	<u>\$ 118,476,119</u>	<u>\$ 65,620,871</u>

CITY OF FRISCO
Schedule of General Fixed Assets - By Function and Activity
As of September 30, 2002

	<u>Land</u>	<u>Vehicles Machinery and Equipment</u>	<u>Buildings and Improvements</u>
General government:			
General and administrative	\$ 1,640,373	\$ 179,011	\$ 33,249,524
Court	-	2,240	101,290
Other - unclassified	<u>1,731,375</u>	<u>4,639,433</u>	<u>1,938,553</u>
Total general government	<u>3,371,748</u>	<u>4,820,684</u>	<u>35,289,368</u>
Public Safety			
Police	-	2,179,923	-
Fire and EMS	<u>1,340,762</u>	<u>2,842,357</u>	<u>4,058,363</u>
Total public safety	<u>1,340,762</u>	<u>5,022,280</u>	<u>4,058,363</u>
Public works:			
Streets	-	1,422,575	-
Fleet Services	-	16,921	-
Planning	-	200,270	-
Building inspection	<u>-</u>	<u>203,903</u>	<u>-</u>
Total public works	<u>-</u>	<u>1,843,668</u>	<u>-</u>
Cultural and recreational:			
Library	-	8,740	62,512
Parks	13,479,244	460,834	-
Recreation	<u>-</u>	<u>172,149</u>	<u>155,081</u>
Total cultural and recreational	<u>13,479,244</u>	<u>641,723</u>	<u>217,593</u>
Total	<u>\$ 18,191,754</u>	<u>\$ 12,328,355</u>	<u>\$ 39,565,324</u>

<u>Improvements other than Buildings</u>	<u>Construction in Progress</u>	<u>Totals</u>
\$ 350,947	\$ 151,590	\$ 35,571,446
-	-	103,530
<u>2,457,908</u>	<u>-</u>	<u>10,767,269</u>
<u>2,808,855</u>	<u>151,590</u>	<u>46,442,245</u>
-	-	2,179,923
<u>70,701</u>	<u>162,437</u>	<u>8,474,621</u>
<u>70,701</u>	<u>162,437</u>	<u>10,654,544</u>
25,680,710	18,564,601	45,667,885
-	-	16,921
-	-	200,270
<u>-</u>	<u>-</u>	<u>203,903</u>
<u>25,680,710</u>	<u>18,564,601</u>	<u>46,088,979</u>
-	-	71,252
522,367	366,121	14,828,566
<u>8,403</u>	<u>54,900</u>	<u>390,533</u>
<u>530,770</u>	<u>421,022</u>	<u>15,290,351</u>
<u>\$ 29,091,036</u>	<u>\$ 19,299,650</u>	<u>\$ 118,476,119</u>

CITY OF FRISCO

Schedule of Changes in General Fixed Assets - By Function and Activity
For Fiscal Year Ended September 30, 2002

	<u>October 1</u>	<u>Additions</u>	<u>Retirements Other Deductions</u>	<u>Transfers</u>	<u>September 30</u>
General government:					
General and administrative	\$ 2,678,592	\$ 32,741,264	\$ -	\$ -	\$ 35,419,856
Court	103,530	-	-	-	103,530
Other - unclassified	10,311,290	455,979	-	-	10,767,269
Total general government	<u>13,093,412</u>	<u>33,197,243</u>	<u>-</u>	<u>-</u>	<u>46,290,655</u>
Public Safety					
Police and police reserve	2,030,641	149,282	-	-	2,179,923
Fire and ambulance	5,055,390	3,256,794	-	-	8,312,184
Total public safety	<u>7,086,031</u>	<u>3,406,076</u>	<u>-</u>	<u>-</u>	<u>10,492,107</u>
Public works:					
Streets	21,900,491	137,387	-	5,065,406	27,103,284
Fleet Services	-	16,921	-	-	16,921
Planning	200,270	-	-	-	200,270
Building inspection	187,141	16,762	-	-	203,903
Total public works	<u>22,287,902</u>	<u>171,070</u>	<u>-</u>	<u>5,065,406</u>	<u>27,524,378</u>
Cultural and recreational:					
Library	71,252	-	-	-	71,252
Parks	12,854,690	1,338,145	-	269,610	14,462,445
Recreation	203,033	132,599	-	-	335,632
Total cultural and recreational	<u>13,128,975</u>	<u>1,470,744</u>	<u>-</u>	<u>269,610</u>	<u>14,869,329</u>
Total general fixed assets allocated to functions	<u>55,596,320</u>	<u>38,245,133</u>	<u>-</u>	<u>5,335,016</u>	<u>99,176,469</u>
Construction in progress	<u>10,024,551</u>	<u>14,610,115</u>	<u>-</u>	<u>(5,335,016)</u>	<u>19,299,650</u>
Total general fixed assets	<u>\$ 65,620,871</u>	<u>\$ 52,855,248</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 118,476,119</u>

STATISTICAL SECTION

STATISTICAL SECTION

Tables in the statistical section reflect social and economic data, financial trends, and the fiscal capacity of the city.

CITY OF FRISCO
General Governmental Expenditures by Function
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Public Works</u>	<u>Culture and Recreation</u>	<u>Urban Redevelopment</u>
1993	\$ 810,564	\$1,297,625	\$ 500,787	\$ 318,738	\$ 88,708
1994	921,118	2,003,589	1,116,290	301,248	-
1995	1,017,726	2,196,587	843,064	322,073	-
1996	1,169,340	2,713,002	1,215,596	487,150	-
1997	1,143,924	3,623,344	1,109,425	611,479	198,177
1998	2,048,717	4,400,912	1,449,922	792,567	203,021
1999	3,127,045	4,774,979	1,416,328	997,395	25,979
2000	3,385,885	6,600,951	1,657,035	1,338,255	-
2001	5,623,480	8,290,177	2,011,215	1,955,253	-
2002	15,441,093	10,343,563	2,436,197	2,334,728	-

Table 1

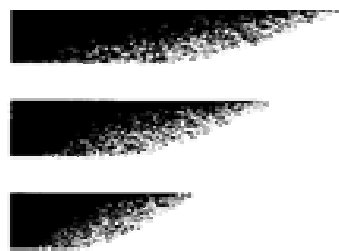
<u>Capital Expenditures</u>	<u>Debt Service</u>	<u>Total</u>
\$ 1,125,720	\$ 475,009	\$ 4,617,151
1,610,295	459,372	6,411,912
5,643,363	660,605	10,683,418
13,274,232	1,035,463	19,894,783
5,704,541	846,047	13,236,937
12,692,006	1,317,566	22,904,711
12,008,597	1,284,617	23,634,940
16,618,309	2,775,138	32,375,573
17,578,758	4,628,729	40,087,612
52,956,434	10,844,858	94,356,873

CITY OF FRISCO
General Governmental Revenues by Function
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>Taxes</u>	<u>Building Inspection</u>	<u>Impact Fees</u>	<u>Inter- governmental</u>	<u>Public Safety</u>	<u>Planning and Zoning</u>
1993	\$ 3,373,799	\$ 667,598	\$ 323,662	\$ 178,614	\$ 366,942	\$ -
1994	4,221,835	896,110	821,692	114,874	368,217	-
1995	5,330,446	1,004,869	1,317,854	922,519	380,874	-
1996	6,993,306	1,808,810	891,793	265,000	383,026	-
1997	6,472,650	2,063,139	971,443	335,080	474,125	-
1998	8,369,800	3,145,892	2,783,862	271,421	401,142	-
1999	9,835,281	4,468,212	2,805,667	338,188	558,325	-
2000	14,875,385	4,673,851	6,460,240	415,212	1,161,624	359,477
2001	23,796,343	5,287,620	1,786,300	5,266,045	1,599,585	350,961
2002	28,830,158	6,686,169	3,349,252	5,937,230	1,861,547	264,778

Table 2

<u>Culture and Recreation</u>	<u>Interest</u>	<u>Miscellaneous</u>	<u>Contributions</u>	<u>Total</u>
\$ 9,213	\$ 132,894	\$ 60,748	\$ 13,343	\$ 5,126,813
-	179,127	12,165	720,000	7,334,020
-	675,818	2,834	180,000	9,815,214
-	886,980	39,051	174,434	11,442,400
-	799,174	69,811	3,375,961	14,561,383
-	1,143,608	102,163	90,042	16,307,930
-	1,232,915	191,803	-	19,430,391
76,767	1,928,019	99,284	3,022,312	33,072,171
221,869	1,567,937	168,086	1,134,345	41,179,091
324,277	2,317,850	931,507	4,004,156	54,506,924



FRISCO

Table 2A

CITY OF FRISCO
General Governmental Tax Revenues by Source (1)
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>		<u>Property Tax</u>	<u>Sales Tax</u>	<u>Franchise Tax</u>	<u>Other Tax</u>	<u>Total</u>
1993		\$ 1,789,531	\$ 1,329,880	\$ 247,908	\$ 6,480	\$ 3,373,799
1994		2,245,148	1,570,010	393,125	13,552	4,221,835
1995		2,479,866	2,366,532	466,770	17,278	5,330,446
1996		3,447,748	2,966,923	558,763	19,872	6,993,306
1997		4,018,619	1,748,957	682,601	22,473	6,472,650
1998		5,076,096	2,265,984	1,001,600	26,120	8,369,800
1999		5,933,144	2,722,408	1,149,130	30,599	9,835,281
2000	(2)	9,617,550	3,762,000	1,360,977	134,858	14,875,385
2001	(3)	12,177,418	8,413,550	2,287,545	917,830	23,796,343
2002	(4)	16,137,694	9,393,201	2,346,814	952,449	28,830,158

(1) Includes all governmental fund types.

(2) Includes tax increment reinvestment zone tax collections of \$1,106,117.

(3) Includes tax increment reinvestment zone tax collections of \$734,619.

(4) Includes tax increment reinvestment zone tax collections of \$1,313,862.

CITY OF FRISCO
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>		<u>Percent of Levy Collected</u>	<u>Delinquent Tax Collections</u>
1993	\$ 1,755,788	\$ 1,727,392		98.4%	\$ 62,139
1994	2,045,197	2,193,501	(1)	107.3%	27,591
1995	2,420,169	2,439,725	(2)	100.8%	20,461
1996	3,319,251	3,408,565	(3)	102.7%	15,258
1997	3,941,023	3,976,882	(4)	100.9%	13,573
1998	4,888,818	4,987,369	(5)	102.0%	34,454
1999	5,630,938	5,824,429	(6)	103.4%	51,930
2000	7,991,131	7,931,546	(7)	99.3%	43,946
2001	11,303,893	11,285,270	(8)	99.8%	55,406
2002	15,768,594	15,860,706	(9)	100.6%	78,232

(1) Includes rollbacks of \$162,934.

(2) Includes rollbacks of \$37,310.

(3) Includes rollbacks of \$101,594.

(4) Includes rollbacks of \$55,499.

(5) Includes rollbacks of \$139,983.

(6) Includes rollbacks of \$244,556.

(7) Includes rollbacks of \$445,508.

(8) Includes rollbacks of \$664,099.

(9) Includes rollbacks of \$330,993.

Table 3

<u>Total Tax Collections</u>	<u>Ratio of Total Tax Collections to Tax Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Ratio of Delinquent Taxes to Tax Levy</u>
\$ 1,789,531	101.9%	\$ 85,972	4.9%
2,221,092	108.6%	91,313	4.5%
2,460,186	101.7%	62,080	2.6%
3,423,823	103.2%	48,218	1.5%
3,990,455	101.3%	57,608	1.5%
5,021,823	102.7%	64,561	1.3%
5,876,359	104.4%	74,793	1.3%
7,975,492	99.8%	93,258	1.2%
11,340,676	100.3%	146,893	1.3%
15,938,938	101.1%	540,058	3.4%



Table 4

CITY OF FRISCO
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>Tax Rate Per \$100 Assessed Value</u>	<u>Assessed Value</u>	<u>Estimated Actual Value</u>	<u>Ratio of Assessed to Estimated Actual Value</u>
1993	\$ 0.437	\$ 387,454,100	\$ 387,454,100	100%
1994	0.437	471,451,857	471,451,857	100%
1995	0.398	613,226,985	613,226,985	100%
1996	0.443	748,465,765	748,465,765	100%
1997	0.419	939,492,671	939,492,671	100%
1998	0.412	1,189,755,303	1,189,755,303	100%
1999	0.373	1,512,394,401	1,512,394,401	100%
2000	0.373	2,137,592,244	2,137,592,244	100%
2001	0.370	3,055,106,192	3,055,106,192	100%
2002	0.367	4,296,619,568	4,296,619,568	100%

CITY OF FRISCO
Property Values
Last Ten Fiscal Years
(Amounts Expressed in Thousands)
(Unaudited)

<u>Fiscal Year</u>	<u>Residential</u>	<u>Commercial</u>	<u>Agricultural</u>	<u>Other</u>	<u>Total</u>
1993	\$ 264,373	\$ 69,363	\$ 233,162	\$ 14,326	\$ 581,224
1994	338,058	78,058	203,722	15,153	634,991
1995	466,746	36,024	234,719	63,999	801,488
1996	556,154	98,375	210,889	108,262	973,680
1997	678,922	212,543	260,070	62,143	1,213,678
1998	870,458	266,683	292,764	71,448	1,501,353
1999	1,100,060	351,016	453,742	88,425	1,993,243
2000	1,425,545	651,121	720,582	123,057	2,920,305
2001	2,254,685	544,630	1,176,655	60,919	4,036,889
2002	2,689,726	1,420,376	909,972	284,666	5,304,740

Table 5

<u>Less:</u> <u>Exemptions</u>	<u>Net</u> <u>Taxable</u>
\$ 193,770	\$ 387,454
163,539	471,452
188,261	613,227
225,214	748,466
274,185	939,493
319,655	1,181,698
490,470	1,502,773
782,713	2,137,592
981,783	3,055,106
1,008,121	4,296,619

CITY OF FRISCO
Property Tax Rates
Direct and Overlapping Governments
(Per \$100 of Assessed Value)
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	<u>City of Frisco</u>			<u>Collin County, Texas</u>		
	Operating Millage	Debt Service Millage	Total	Operating Millage	Debt Service Millage	Total
1993	\$ 0.3400	\$ 0.0970	\$ 0.4370	\$ 0.1762	\$ 0.0838	\$ 0.2600
1994	0.3400	0.0970	0.4370	0.1808	0.0792	0.2600
1995	0.3270	0.0710	0.3980	0.1872	0.0728	0.2600
1996	0.3330	0.1100	0.4430	0.1872	0.0728	0.2600
1997	0.3232	0.0963	0.4195	0.1857	0.0743	0.2600
1998	0.3007	0.1113	0.4120	0.1921	0.0679	0.2600
1999	0.2874	0.0853	0.3727	0.1961	0.0539	0.2500
2000	0.2680	0.1047	0.3727	0.1961	0.0539	0.2500
2001	0.2851	0.0849	0.3700	0.1961	0.0539	0.2500
2002	0.2545	0.1125	0.3670	0.1974	0.0526	0.2500

Table 6

<u>Frisco Independent School District</u>				<u>Collin County Community College</u>			
<u>Operating</u>	<u>Debt</u>			<u>Operating</u>	<u>Debt</u>		
<u>Millage</u>	<u>Service</u>	<u>C.E.D.</u>	<u>Total</u>	<u>Millage</u>	<u>Service</u>	<u>Total</u>	<u>Totals</u>
	<u>Millage</u>				<u>Millage</u>		
\$ 0.3065	\$ 0.3639	\$ 0.8996	\$ 1.5700	\$ -	\$ -	\$ -	\$ 2.2670
1.0403	0.3274		1.3677	-	-	-	2.0647
1.0584	0.3093		1.3677	0.0674	0.0311	0.0985	2.1242
1.1239	0.2760		1.3999	0.0674	0.0311	0.0985	2.2014
1.1412	0.4502		1.5914	0.0713	0.0273	0.0986	2.3695
1.1427	0.3859		1.5286	0.0744	0.0242	0.0986	2.2992
1.1387	0.3749		1.5136	0.0788	0.0198	0.0986	2.2349
1.0800	0.3600		1.4400	0.0800	0.0167	0.0967	2.1594
1.0800	0.3400		1.4200	0.0800	0.0140	0.0940	2.1340
1.1600	0.2800		1.4400	0.0800	0.0128	0.0928	2.1498

Table 7

CITY OF FRISCO

Principal Taxpayers

September 30, 2002

(Unaudited)

<u>Taxpayer</u>	<u>Type of Business</u>	2002 Assessed <u>Valuation</u>	Percentage of Total Assessed <u>Valuation</u>
Stonebriar Mall Ltd Partnership	Commercial/Retail	\$138,027,924	3.21%
Briar Preston Ridge Partnership	Commercial/Retail	79,361,413	1.85%
Texas Utilities Electric, Co.	Utility	26,521,726	0.62%
DRJ Frisco Lands LP	Residential	25,136,865	0.59%
Conine - St. Charles Ltd.	Residential	24,268,023	0.56%
Vintage Legacy Lakes National	Commerical	23,676,182	0.55%
RJW Interests LP	Residential	23,354,758	0.54%
Sedona Springs I LTD	Residential	23,285,385	0.54%
FPC Vineyards Apartments LTD	Residential	22,913,000	0.53%
Hall Stonebriar Two Assoc.	Commercial	22,389,333	0.52%
Briar Preston Ridge South LP	Commerical/Retail	<u>22,221,616</u>	<u>0.52%</u>
	Total	<u>\$ 431,156,225</u>	<u>10.03%</u>

CITY OF FRISCO
Computation of Legal Debt Margin
September 30, 2002
(Unaudited)

The City Charter of the City of Frisco, Texas does not provide for a debt limit. Under provisions of state law, the maximum tax rate is limited to \$2.50 per \$100 assessed valuation.

The tax rate for fiscal year 2002 was established at \$0.367 per \$100 of assessed valuation based on 100% of appraised value.

CITY OF FRISCO
Ratio of Net General Obligation Bonded Debt
To Assessed Value and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>Population</u>	<u>Assessed Value</u>	(1) <u>General Obligation Bonded Debt</u>
1993	8,400	\$ 387,454,100	\$ 5,530,000
1994	11,000	471,451,857	7,630,000
1995	14,500	613,226,985	10,355,000
1996	17,750	748,465,765	9,162,500
1997	23,500	939,492,671	12,115,000
1998	25,000	1,189,755,303	11,165,600
1999	29,000	1,512,394,401	10,534,600
2000	32,650	2,137,592,244	32,672,800
2001	47,468	3,055,106,192	57,060,200
2002	50,550	4,296,619,568	131,649,300

(1) Includes only bonded debt that is being repaid through property taxes.

Table 9

<u>Less Debt Service Funds</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt To Assessed Value</u>	<u>Net Bonded Debt per Capita</u>
\$ 52,811	\$ 5,477,189	1.41	\$ 626
56,798	7,573,202	1.61	541
22,512	10,332,488	1.68	688
90,198	9,072,302	1.21	490
170,451	11,944,549	1.27	508
208,413	10,957,187	0.92	438
118,982	10,415,618	2.20	1,146
258,619	32,414,181	1.52	993
158,329	56,901,871	1.86	1,199
188,903	131,460,397	3.06	2,601

Table 10

CITY OF FRISCO

Ratio of Annual Debt Service Expenditures for General Obligation Bonded

Debt To Total General Governmental Expenditures

Last Ten Fiscal Years

(Unaudited)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Governmental Expenditures</u>	<u>Ratio of Debt Service to Total General Governmental Expenditures</u>
1993	270,000	205,009	475,009	4,617,151	10.29%
1994	245,000	214,372	459,372	6,411,912	7.16%
1995	298,750	361,855	660,605	10,683,418	6.18%
1996	324,010	711,453	1,035,463	19,894,783	5.20%
1997	574,405	611,751	1,186,156	13,236,937	8.96%
1998	724,498	932,593	1,657,091	22,904,711	7.23%
1999	786,000	1,057,736	1,843,736	23,634,940	7.80%
2000	671,800	2,017,974	2,689,774	32,375,573	8.31%
2001	1,612,600	1,696,254	3,308,854	40,087,612	8.25%
2002	2,410,900	5,676,394	8,087,294	94,356,873	8.57%

Table 11

CITY OF FRISCO
 Computation of Direct and Overlapping Bonded Debt
 General Obligation Bonds
September 30, 2002
 (Unaudited)

<u>Jursidiction</u>	General Obligation Bonded Debt <u>Outstanding</u>	Percentage Applicable <u>to Government</u>	Amount Applicable <u>to Government</u>
Direct debt:			
City of Frisco, Texas	\$ 131,649,300	100.00%	\$ 131,649,300
Total direct debt	<u>131,649,300</u>		<u>131,649,300</u>
Overlapping debt: (1)			
Frisco Independent School District	339,273,092	53.52%	181,578,959
Collin County, Texas	210,252,040	4.53%	9,524,417
Collin County College District	32,205,695	4.53%	1,458,918
Denton County, Texas	<u>136,922,570</u>	<u>0.19%</u>	<u>260,153</u>
Total overlapping debt	<u>718,653,397</u>		<u>192,822,447</u>
Total direct and overlapping debt	<u>\$ 850,302,697</u>		<u>\$ 324,471,747</u>

(1) Information obtained from the Municipal Advisory Council of Texas.

Table 12

CITY OF FRISCO
Revenue Bond Coverage
Enterprise Funds
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>Gross Revenues</u>	<u>Operating Expenses</u>	<u>Net Revenue Available for Debt Service</u>	<u>Debt Service Requirements</u>			
				<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Coverage</u>
1993	\$ 2,459,089	\$ 1,767,662	\$ 691,427	\$ 10,000	\$ 3,389	\$ 13,389	51.64%
1994	3,378,441	2,989,673	388,768	10,000	2,875	12,875	30.20%
1995	4,557,036	3,706,493	850,543	12,450	2,450	14,900	57.08%
1996	5,743,830	4,353,027	1,390,803	50,000	577,588	627,588	2.22%
1997	6,303,484	5,233,789	1,069,695	441,200	421,305	862,505	1.24%
1998	8,724,545	6,081,832	2,642,713	492,800	472,972	965,772	2.74%
1999	10,741,537	7,787,084	2,954,453	489,000	439,220	928,220	3.18%
2000	14,556,888	10,969,934	3,586,954	478,200	406,789	884,989	4.05%
2001	18,296,578	13,458,903	4,837,675	477,400	932,725	1,410,125	3.43%
2002	22,501,014	16,280,688	6,220,326	884,100	1,123,873	2,007,973	3.10%

Table 13

CITY OF FRISCO
Demographic Statistics
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>(1) Population</u>	<u>(1) Per Capita Income</u>	<u>(1) Median Age</u>	<u>(2) School Enrollment</u>	<u>Unemployment Rate</u>
1993	8,400	\$ 26,292		1,849	
1994	11,000	0		2,074	
1995	14,500	-		2,567	
1996	17,750	29,078		3,034	
1997	23,500		38.5	3,656	
1998	25,000	23,716	38.0	4,422	2.3%
1999	29,000	23,281	37.5	5,655	1.9%
2000	32,650	23,899	37.0	7,214	1.6%
2001	47,468	25,986	30.9	8,913	5.9%
2002	50,550	34,089	30.9	11,005	7.8%

Data Sources

(1) City of Frisco

(2) Frisco Independent School District

CITY OF FRISCO
 Miscellaneous Statistics
September 30, 2002
 (Unaudited)

Date of Incorporation	March 3, 1908
Form of Government	Council/Manager
Number of employees :	
Full Time	376
Part Time	8
Area in square miles	71
Name of government facilities and services:	
Culture and recreation:	
Recreation center	1
Community centers	1
Parks:	
Developed	13
Undeveloped	17
Park acreage:	
Developed	179
Undeveloped	620
Swimming pools	2
Tennis courts	20
Soccer fields	16
Baseball fields	10
Fire protection:	
Number of stations	4
Number of fire personnel and officers	68
Police protection:	
Number of stations	1
Number of police personnel and officers	81
Number of patrol units	34
Number of law violations:	
Physical arrests	1,079
Traffic violations	7,486
Parking violations	1,421
Water and sewage system:	
Number of utility customers	19,376
Number of sewer treatment plants	1
Facilities and services not included in the primary government:	
Cable Television System:	
Number of satellite receiving stations	2
Education:	
Number of elementary schools	9
Number of secondary schools	3
Number of school instructors	649